

| United States Bankruptcy Court MIDDLE DISTRICT OF PENNSYLVANIA | | | | Voluntary Petition | |
|---|--|--|---|--|----------------------------------|
| Name of Debtor (if individual, enter Last, First, Middle): AG AIR, LLC, a Corporation | | | Name of Joint Debtor (Spouse)(Last, First, Middle): | | |
| All Other Names used by the Debtor in the last 8 years (include married, maiden, and trade names): NONE | | | All Other Names used by the Joint Debtor in the last 8 years (include married, maiden, and trade names): | | |
| Last four digits of Soc. Sec. or Individual-Taxpayer I.D. (ITIN) No./Complete EIN (if more than one, state all): 41-2130946 | | | Last four digits of Soc. Sec. or Individual-Taxpayer I.D. (ITIN) No./Complete EIN (if more than one, state all): | | |
| Street Address of Debtor (No. & Street, City, and State): 2 AIRPORT ROAD THOMASVILLE, PA | | | Street Address of Joint Debtor (No. & Street, City, and State): | | |
| ZIPCODE 17364 | | | ZIPCODE | | |
| County of Residence or of the Principal Place of Business: YORK | | | County of Residence or of the Principal Place of Business: | | |
| Mailing Address of Debtor (if different from street address): P.O. BOX 39 THOMASVILLE, PA | | | Mailing Address of Joint Debtor (if different from street address): | | |
| ZIPCODE 17364 | | | ZIPCODE | | |
| Location of Principal Assets of Business Debtor (if different from street address above): SAME | | | ZIPCODE | | |
| Type of Debtor (Form of organization) (Check one box.) <input type="checkbox"/> Individual (includes Joint Debtors) <i>See Exhibit D on page 2 of this form.</i> <input checked="" type="checkbox"/> Corporation (includes LLC and LLP) <input type="checkbox"/> Partnership <input type="checkbox"/> Other (if debtor is not one of the above entities, check this box and state type of entity below | | Nature of Business (Check one box.) <input type="checkbox"/> Health Care Business <input type="checkbox"/> Single Asset Real Estate as defined in 11 U.S.C. § 101 (51B) <input type="checkbox"/> Railroad <input type="checkbox"/> Stockbroker <input type="checkbox"/> Commodity Broker <input type="checkbox"/> Clearing Bank <input type="checkbox"/> Other | | Chapter of Bankruptcy Code Under Which the Petition is Filed (Check one box) <input type="checkbox"/> Chapter 7 <input type="checkbox"/> Chapter 9 <input checked="" type="checkbox"/> Chapter 11 <input type="checkbox"/> Chapter 12 <input type="checkbox"/> Chapter 13 <input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Main Proceeding <input type="checkbox"/> Chapter 15 Petition for Recognition of a Foreign Nonmain Proceeding | |
| Chapter 15 Debtors Country of debtor's center of main interests: Each country in which a foreign proceeding by, regarding, or against debtor is pending: | | Tax-Exempt Entity (Check box, if applicable.) <input type="checkbox"/> Debtor is a tax-exempt organization under Title 26 of the United States Code (the Internal Revenue Code). | | Chapter 11 Debtors: Check one box: <input checked="" type="checkbox"/> Debtor is a small business as defined in 11 U.S.C. § 101(51D). <input type="checkbox"/> Debtor is not a small business debtor as defined in 11 U.S.C. § 101(51D). Check if: <input type="checkbox"/> Debtor's aggregate noncontingent liquidated debts (excluding debts owed to insiders or affiliates) are less than \$2,490,925 (amount subject to adjustment on 4/01/16 and every three years thereafter). | |
| Filing Fee (Check one box) <input checked="" type="checkbox"/> Full Filing Fee attached <input type="checkbox"/> Filing Fee to be paid in installments (applicable to individuals only). Must attach signed application for the court's consideration certifying that the debtor is unable to pay fee except in installments. Rule 1006(b). See Official Form 3A. <input type="checkbox"/> Filing Fee waiver requested (applicable to chapter 7 individuals only). Must attach signed application for the court's consideration. See Official Form 3B. | | Check all applicable boxes: <input type="checkbox"/> A plan is being filed with this petition <input type="checkbox"/> Acceptances of the plan were solicited prepetition from one or more classes of creditors, in accordance with 11 U.S.C. § 1126(b). | | | |
| Statistical/Administrative Information <input type="checkbox"/> Debtor estimates that funds will be available for distribution to unsecured creditors. <input checked="" type="checkbox"/> Debtor estimates that, after any exempt property is excluded and administrative expenses paid, there will be no funds available for distribution to unsecured creditors. | | | | | THIS SPACE IS FOR COURT USE ONLY |
| Estimated Number of Creditors <input checked="" type="checkbox"/> 1-49 <input type="checkbox"/> 50-99 <input type="checkbox"/> 100-199 <input type="checkbox"/> 200-999 <input type="checkbox"/> 1,000-5,000 <input type="checkbox"/> 5,001-10,000 <input type="checkbox"/> 10,001-25,000 <input type="checkbox"/> 25,001-50,000 <input type="checkbox"/> 50,001-100,000 <input type="checkbox"/> Over 100,000 | | | | | |
| Estimated Assets <input type="checkbox"/> \$0 to \$50,000 <input type="checkbox"/> \$50,001 to \$100,000 <input type="checkbox"/> \$100,001 to \$500,000 <input type="checkbox"/> \$500,001 to \$1 million <input checked="" type="checkbox"/> \$1,000,001 to \$10 million <input type="checkbox"/> \$10,000,001 to \$50 million <input type="checkbox"/> \$50,000,001 to \$100 million <input type="checkbox"/> \$100,000,001 to \$500 million <input type="checkbox"/> \$500,000,001 to \$1 billion <input type="checkbox"/> More than \$1 billion | | | | | |
| Estimated Liabilities <input type="checkbox"/> \$0 to \$50,000 <input type="checkbox"/> \$50,001 to \$100,000 <input type="checkbox"/> \$100,001 to \$500,000 <input type="checkbox"/> \$500,001 to \$1 million <input checked="" type="checkbox"/> \$1,000,001 to \$10 million <input type="checkbox"/> \$10,000,001 to \$50 million <input type="checkbox"/> \$50,000,001 to \$100 million <input type="checkbox"/> \$100,000,001 to \$500 million <input type="checkbox"/> \$500,000,001 to \$1 billion <input type="checkbox"/> More than \$1 billion | | | | | |

| | | | |
|---|---------------|---|--|
| Voluntary Petition <i>(This page must be completed and filed in every case)</i> | | Name of Debtor(s): AG AIR, LLC, a Corporation | |
| All Prior Bankruptcy Cases Filed Within Last 8 Years (If more than two, attach additional sheet) | | | |
| Location Where Filed: | Case Number: | Date Filed: | |
| NONE | | | |
| Location Where Filed: | Case Number: | Date Filed: | |
| | | | |
| Pending Bankruptcy Case Filed by any Spouse, Partner or Affiliate of this Debtor (If more than one, attach additional sheet) | | | |
| Name of Debtor: | Case Number: | Date Filed: | |
| NONE | | | |
| District: | Relationship: | Judge: | |
| | | | |
| Exhibit A (To be completed if debtor is required to file periodic reports (e.g., forms 10K and 10Q) with the Securities and Exchange Commission pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 and is requesting relief under Chapter 11) <input checked="" type="checkbox"/> Exhibit A is attached and made a part of this petition | | Exhibit B (To be completed if debtor is an individual whose debts are primarily consumer debts) I, the attorney for the petitioner named in the foregoing petition, declare that I have informed the petitioner that [he or she] may proceed under chapter 7, 11, 12 or 13 of title 11, United States Code, and have explained the relief available under each such chapter. I further certify that I have delivered to the debtor the notice required by 11 U.S.C. §342(b). X _____ Signature of Attorney for Debtor(s) Date | |
| Exhibit C Does the debtor own or have possession of any property that poses or is alleged to pose a threat of imminent and identifiable harm to public health or safety? <input type="checkbox"/> Yes, and exhibit C is attached and made a part of this petition. <input checked="" type="checkbox"/> No | | | |
| Exhibit D (To be completed by every individual debtor. If a joint petition is filed, each spouse must complete and attach a separate Exhibit D.) <input type="checkbox"/> Exhibit D, completed and signed by the debtor, is attached and made part of this petition. If this is a joint petition: <input type="checkbox"/> Exhibit D also completed and signed by the joint debtor is attached and made a part of this petition. | | | |
| Information Regarding the Debtor - Venue (Check any applicable box) | | | |
| <input checked="" type="checkbox"/> Debtor has been domiciled or has had a residence, principal place of business, or principal assets in this District for 180 days immediately preceding the date of this petition or for a longer part of such 180 days than in any other District. | | | |
| <input type="checkbox"/> There is a bankruptcy case concerning debtor's affiliate, general partner, or partnership pending in this District. | | | |
| <input type="checkbox"/> Debtor is a debtor in a foreign proceeding and has its principal place of business or principal assets in the United States in this District, or has no principal place of business or assets in the United States but is a defendant in an action proceeding [in a federal or state court] in this District, or the interests of the parties will be served in regard to the relief sought in this District. | | | |
| Certification by a Debtor Who Resides as a Tenant of Residential Property (Check all applicable boxes.) | | | |
| <input type="checkbox"/> Landlord has a judgment against the debtor for possession of debtor's residence. (If box checked, complete the following.) | | | |
| _____ (Name of landlord that obtained judgment) | | | |
| _____ (Address of landlord) | | | |
| <input type="checkbox"/> Debtor claims that under applicable nonbankruptcy law, there are circumstances under which the debtor would be permitted to cure the entire monetary default that gave rise to the judgment for possession, after the judgment for possession was entered, and | | | |
| <input type="checkbox"/> Debtor has included with this petition the deposit with the court of any rent that would become due during the 30-day period after the filing of the petition. | | | |
| <input type="checkbox"/> Debtor certifies that he/she has served the Landlord with this certification. (11 U.S.C. § 362(l)). | | | |

| | |
|---|---|
| Voluntary Petition <i>(This page must be completed and filed in every case)</i> | Name of Debtor(s): |
| Signatures | |
| <p style="text-align: center;">Signature(s) of Debtor(s) (Individual/Joint)</p> <p>I declare under penalty of perjury that the information provided in this petition is true and correct [If petitioner is an individual whose debts are primarily consumer debts and has chosen to file under chapter 7] I am aware that I may proceed under chapter 7, 11, 12, or 13 of title 11, United States Code, understand the relief available under each such chapter, and choose to proceed under chapter 7.</p> <p>[If no attorney represents me and no bankruptcy petition preparer signs the petition] I have obtained and read the notice required by 11 U.S.C. §342(b)</p> <p>I request relief in accordance with the chapter of title 11, United States Code, specified in this petition.</p> <p>X _____ Signature of Debtor</p> <p>X _____ Signature of Joint Debtor</p> <p>_____ Telephone Number (if not represented by attorney)</p> <p>_____ Date</p> | <p style="text-align: center;">Signature of a Foreign Representative</p> <p>I declare under penalty of perjury that the information provided in this petition is true and correct, that I am the foreign representative of a debtor in a foreign proceeding, and that I am authorized to file this petition.</p> <p>(Check only one box)</p> <p><input type="checkbox"/> I request relief in accordance with chapter 15 of title 11, United States Code. Certified copies of the documents required by 11 U.S.C. § 1515 are attached.</p> <p><input type="checkbox"/> Pursuant to 11 U.S.C. § 1511, I request relief in accordance with the chapter of title 11 specified in this petition. A certified copy of the order granting recognition of the foreign main proceeding is attached.</p> <p>X _____ (Signature of Foreign Representative)</p> <p>_____ (Printed name of Foreign Representative)</p> <p>_____ (Date)</p> |
| <p style="text-align: center;">Signature of Attorney*</p> <p>X _____ Signature of Attorney for Debtor(s)</p> <p>_____ Printed Name of Attorney for Debtor(s)</p> <p>_____ Firm Name</p> <p>_____ Address</p> <p>_____ Telephone Number</p> <p><u>12/3/14</u> Date</p> <p><small>*In a case in which § 707(b)(4)(D) applies, this signature also constitutes a certification that the attorney has no knowledge after an inquiry that the information in the schedules is incorrect.</small></p> | <p style="text-align: center;">Signature of Non-Attorney Bankruptcy Petition Preparer</p> <p>I declare under penalty of perjury that: (1) I am a bankruptcy petition preparer as defined in 11 U.S.C. § 110; (2) I prepared this document for compensation and have provided the debtor with a copy of this document and the notices and information required under 11 U.S.C. §§ 110(b), 110(h), and 342(b); and, (3) if rules or guidelines have been promulgated pursuant to 11 U.S.C. § 110(h) setting a maximum fee for services bankruptcy petition preparers, I have given the debtor notice of the maximum amount before preparing any document for filing for a debtor or accepting any fee from the debtor, as required in that section. Official Form 19 is attached.</p> <p>_____ Printed Name and title, if any, of Bankruptcy Petition Preparer</p> <p>_____ Social-Security number (If the bankruptcy petition preparer is not an individual, state the Social-Security number of the officer, principal, responsible person or partner of the bankruptcy petition preparer.) (Required by 11 U.S.C. § 110.)</p> <p>_____ Address</p> <p>_____ Date</p> <p>Signature of bankruptcy petition preparer or officer, principal, responsible person, or partner whose Social-Security number is provided</p> <p>Names and Social-Security numbers of all other individuals who prepared or assisted in preparing this document unless the bankruptcy petition preparer is not an individual.</p> <p>If more than one person prepared this document, attach additional sheets conforming to the appropriate official form for each person.</p> <p><i>A bankruptcy petition preparer's failure to comply with the provisions of title 11 and the Federal Rules of Bankruptcy Procedure may result in fines or imprisonment or both. 11 U.S.C. § 110; 18 U.S.C. § 156.</i></p> |
| <p style="text-align: center;">Signature of Debtor (Corporation/Partnership)</p> <p>I declare under penalty of perjury that the information provided in this petition is true and correct, and that I have been authorized to file this petition on behalf of the debtor.</p> <p>The debtor requests the relief in accordance with the chapter of title 11, United States Code, specified in this petition.</p> <p>X _____ Signature of Authorized Individual</p> <p>_____ Printed Name of Authorized Individual</p> <p>_____ Title of Authorized Individual</p> <p><u>12/3/14</u> Date</p> | <p>X _____ Date</p> <p>Signature of bankruptcy petition preparer or officer, principal, responsible person, or partner whose Social-Security number is provided</p> <p>Names and Social-Security numbers of all other individuals who prepared or assisted in preparing this document unless the bankruptcy petition preparer is not an individual.</p> <p>If more than one person prepared this document, attach additional sheets conforming to the appropriate official form for each person.</p> <p><i>A bankruptcy petition preparer's failure to comply with the provisions of title 11 and the Federal Rules of Bankruptcy Procedure may result in fines or imprisonment or both. 11 U.S.C. § 110; 18 U.S.C. § 156.</i></p> |

Ag Air, LLC
Balance Sheet
As of December 3, 2014

ASSETS

Current Assets

| | | |
|---|----|---------|
| Cash | \$ | 77,744 |
| Accounts Receivable - Trade | \$ | 224,793 |
| Accounts Receivable - Isaac Santos | \$ | 12,500 |
| Accounts Receivable - Higher Calling Aircraft Parts, Inc. | \$ | 56,500 |
| Inventory - Chemicals | \$ | 24,926 |
| Total Current Assets | \$ | 396,463 |

| | | |
|-----------------------------------|----|-----------|
| Vehicles, Helicopters & Equipment | \$ | 1,644,906 |
| Accumulated Depreciation | \$ | (881,867) |
| Net Fixed Assets | \$ | 763,039 |

| | | |
|--------------|----|-----------|
| TOTAL ASSETS | \$ | 1,159,502 |
|--------------|----|-----------|

LIABILITIES & MEMBERS DEFICIT

Liabilities

Secured Creditors

| | | |
|------------------------------------|----|---------|
| GE Capital | \$ | 4,089 |
| York Traditions - UCC1 | \$ | 451,020 |
| York Traditions - Truck Note | \$ | 24,856 |
| York Traditions - Line of Credit | \$ | 132,627 |
| York Traditions - Letter of Credit | \$ | 77,065 |
| Total Secured | \$ | 689,657 |

Priority Creditors

| | | |
|---------------------|----|--------|
| Insurance Creditors | \$ | 27,967 |
|---------------------|----|--------|

General Unsecured Creditors

| | | |
|---------------------|----|-----------|
| Unsecured Creditors | \$ | 1,014,416 |
|---------------------|----|-----------|

Member Creditors

| | | |
|--------------------|----|---------|
| Loans from Members | \$ | 116,681 |
|--------------------|----|---------|

| | | |
|-------------------|----|-----------|
| Total Liabilities | \$ | 1,848,721 |
|-------------------|----|-----------|

| | | |
|-----------------|----|-----------|
| Members Deficit | \$ | (689,219) |
|-----------------|----|-----------|

| | | |
|-------------------------------------|----|-----------|
| TOTAL LIABILITIES & MEMBERS DEFICIT | \$ | 1,159,502 |
|-------------------------------------|----|-----------|

| | | | | |
|---|---|----------------------------------|--|---|
| Form 1065 Department of the Treasury Internal Revenue Service | U.S. Return of Partnership Income For calendar year 2013, or tax year beginning _____, ending _____ Information about Form 1065 and its separate instructions is at www.irs.gov/form1065. | OMB No. 1545-0099 2013 | | |
| A Principal business activity FORESTRY B Principal product or service CROP DUSTING C Business code number 115310 | <table border="1" style="width:100%; border-collapse: collapse;"> <tr> <td style="width:10%; text-align: center; vertical-align: middle;">Type or Print</td> <td style="width:90%;"> Name of partnership AG AIR, LLC Number, street, and room or suite no. If a P.O. box, see the instructions. 255 ZEIGLER ROAD P.O. BOX 70 City or town, state or province, country, and ZIP or foreign postal code DOVER PA 17315 </td> </tr> </table> | Type or Print | Name of partnership AG AIR, LLC Number, street, and room or suite no. If a P.O. box, see the instructions. 255 ZEIGLER ROAD P.O. BOX 70 City or town, state or province, country, and ZIP or foreign postal code DOVER PA 17315 | D Employer identification number E Date business started 03/18/2004 F Total assets (see the instructions) \$ 461,524 |
| Type or Print | Name of partnership AG AIR, LLC Number, street, and room or suite no. If a P.O. box, see the instructions. 255 ZEIGLER ROAD P.O. BOX 70 City or town, state or province, country, and ZIP or foreign postal code DOVER PA 17315 | | | |

G Check applicable boxes: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Name change (4) ☐ Address change (5) ☐ Amended return (6) ☐ Technical termination - also check (1) or (2)

H Check accounting method: (1) ☒ Cash (2) ☐ Accrual (3) ☐ Other (specify) ▶ _____

I Number of Schedules K-1. Attach one for each person who was a partner at any time during the tax year ▶ **6**

J Check if Schedules C and M-3 are attached ☐

Caution. Include **only** trade or business income and expenses on lines 1a through 22 below. See the instructions for more information.

| | | | | | |
|--|--|-----------------|-----------------|----------|-----------|
| Income | 1a Gross receipts or sales | 1a | 3,033,270 | | |
| | b Returns and allowances | 1b | -4,596 | | |
| | c Balance. Subtract line 1b from line 1a | | | 1c | 3,037,866 |
| | 2 Cost of goods sold (attach Form 1125-A) | | | 2 | 2,671,801 |
| | 3 Gross profit. Subtract line 2 from line 1c | | | 3 | 366,065 |
| | 4 Ordinary income (loss) from other partnerships, estates, and trusts (attach statement) | | | 4 | |
| | 5 Net farm profit (loss) (attach Schedule F (Form 1040)) | | | 5 | |
| | 6 Net gain (loss) from Form 4797, Part II, line 17 (attach Form 4797) | | | 6 | 139,383 |
| Deductions (see the instructions for limitations) | 7 Other income (loss) (attach statement) | | SEE STATEMENT 1 | 7 | 2,627 |
| | 8 Total income (loss). Combine lines 3 through 7 | | | 8 | 508,075 |
| | 9 Salaries and wages (other than to partners) (less employment credits) | | | 9 | 117,313 |
| | 10 Guaranteed payments to partners | | | 10 | 110,067 |
| | 11 Repairs and maintenance | | | 11 | 17,214 |
| | 12 Bad debts | | | 12 | |
| | 13 Rent | | | 13 | 21,600 |
| | 14 Taxes and licenses | | | 14 | 14,412 |
| | 15 Interest | | SEE STATEMENT 2 | 15 | 63,825 |
| | 16a Depreciation (if required, attach Form 4562) | 16a | 257,442 | | |
| | b Less depreciation reported on Form 1125-A and elsewhere on return | 16b | 255,810 | 16c | 1,632 |
| | 17 Depletion (Do not deduct oil and gas depletion.) | | | 17 | |
| | 18 Retirement plans, etc. | | | 18 | |
| | 19 Employee benefit programs | | | 19 | 9,522 |
| 20 Other deductions (attach statement) | | SEE STATEMENT 3 | 20 | 348,790 | |
| 21 Total deductions. Add the amounts shown in the far right column for lines 9 through 20 | | | 21 | 704,375 | |
| 22 Ordinary business income (loss). Subtract line 21 from line 8 | | | 22 | -196,300 | |

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than general partner or limited liability company member manager) is based on all information of which preparer has any knowledge.

Signature of general partner or limited liability company member manager

Date

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ Yes ☐ No

| | | | | | |
|-------------------------------|--|--------------------------|------------------------|---|-------------------------------|
| Paid Preparer Use Only | Print/Type preparer's name CHRISTOPHER J. DISTEFANO, CPA | Preparer's signature | Date 9/12/14 | Check <input type="checkbox"/> if self-employed | PTIN P00337100 |
| | Firm's name ▶ SMITH ELLIOTT KEARNS & COMPANY, LLC | | | | |
| | Firm's address ▶ 55 WETZEL DR, STE 1 HANOVER, PA 17331 | | | | |
| | | | | | Phone no. 717-637-5915 |

For Paperwork Reduction Act Notice, see separate Instructions.

Form **1065** (2013)

Form 1065 (2013) **AG AIR, LLC****Schedule B Other Information**

| | | | | Yes | No |
|--|--|--|---|---------------------------------------|--|
| 1 What type of entity is filing this return? Check the applicable box: | | | | | |
| a | <input type="checkbox"/> Domestic general partnership | b | <input type="checkbox"/> Domestic limited partnership | | |
| c | <input checked="" type="checkbox"/> Domestic limited liability company | d | <input type="checkbox"/> Domestic limited liability partnership | | |
| e | <input type="checkbox"/> Foreign partnership | f | <input type="checkbox"/> Other ▶ | | |
| 2 At any time during the tax year, was any partner in the partnership a disregarded entity, a partnership (including an entity treated as a partnership), a trust, an S corporation, an estate (other than an estate of a deceased partner), or a nominee or similar person? | | | | | X |
| 3 At the end of the tax year: | | | | | |
| a Did any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, or tax-exempt organization, or any foreign government own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership | | | | | X |
| b Did any individual or estate own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership? For rules of constructive ownership, see instructions. If "Yes," attach Schedule B-1, Information on Partners Owning 50% or More of the Partnership | | | | X | |
| 4 At the end of the tax year, did the partnership: | | | | | |
| a Own directly 20% or more, or own, directly or indirectly, 50% or more of the total voting power of all classes of stock entitled to vote of any foreign or domestic corporation? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (iv) below | | | | | X |
| (i) Name of Corporation | | (ii) Employer Identification Number (if any) | (iii) Country of Incorporation | (iv) Percentage Owned in Voting Stock | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| b Own directly an interest of 20% or more, or own, directly or indirectly, an interest of 50% or more in the profit, loss, or capital in any foreign or domestic partnership (including an entity treated as a partnership) or in the beneficial interest of a trust? For rules of constructive ownership, see instructions. If "Yes," complete (i) through (v) below | | | | | |
| (i) Name of Entity | | (ii) Employer Identification Number (if any) | (iii) Type of Entity | (iv) Country of Organization | (v) Maximum Percentage Owned in Profit, Loss, or Capital |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| 5 Did the partnership file Form 8893, Election of Partnership Level Tax Treatment, or an election statement under section 6231(a)(1)(B)(ii) for partnership-level tax treatment, that is in effect for this tax year? See Form 8893 for more details | | | | | X |
| 6 Does the partnership satisfy all four of the following conditions? | | | | | |
| a The partnership's total receipts for the tax year were less than \$250,000. | | | | | |
| b The partnership's total assets at the end of the tax year were less than \$1 million. | | | | | |
| c Schedules K-1 are filed with the return and furnished to the partners on or before the due date (including extensions) for the partnership return. | | | | | X |
| d The partnership is not filing and is not required to file Schedule M-3 | | | | | |
| If "Yes," the partnership is not required to complete Schedules L, M-1, and M-2; Item F on page 1 of Form 1065; or Item L on Schedule K-1. | | | | | X |
| 7 Is this partnership a publicly traded partnership as defined in section 469(k)(2)? | | | | | |
| 8 During the tax year, did the partnership have any debt that was cancelled, was forgiven, or had the terms modified so as to reduce the principal amount of the debt? | | | | | |
| 9 Has this partnership filed, or is it required to file, Form 8918, Material Advisor Disclosure Statement, to provide information on any reportable transaction? | | | | | |
| 10 At any time during calendar year 2013, did the partnership have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? See the instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR) (formerly TD F 90-22.1). If "Yes," enter the name of the foreign country. ▶ | | | | | |
| | | | | | X |

Form **1065** (2013)

Schedule B Other Information (continued)

| | Yes | No |
|--|----------|----------|
| 11 At any time during the tax year, did the partnership receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If "Yes," the partnership may have to file Form 3520, Annual Return To Report Transactions With Foreign Trusts and Receipt of Certain Foreign Gifts. See instructions | | X |
| 12a Is the partnership making, or had it previously made (and not revoked), a section 754 election? See instructions for details regarding a section 754 election. | | |
| b Did the partnership make for this tax year an optional basis adjustment under section 743(b) or 734(b)? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions | | X |
| c Is the partnership required to adjust the basis of partnership assets under section 743(b) or 734(b) because of a substantial built-in loss (as defined under section 743(d)) or substantial basis reduction (as defined under section 734(d))? If "Yes," attach a statement showing the computation and allocation of the basis adjustment. See instructions | | X |
| 13 Check this box if, during the current or prior tax year, the partnership distributed any property received in a like-kind exchange or contributed such property to another entity (other than disregarded entities wholly-owned by the partnership throughout the tax year) ▶ <input type="checkbox"/> | | |
| 14 At any time during the tax year, did the partnership distribute to any partner a tenancy-in-common or other undivided interest in partnership property? | | |
| 15 If the partnership is required to file Form 8858, Information Return of U.S. Persons With Respect To Foreign Disregarded Entities, enter the number of Forms 8858 attached. See instructions ▶ | | |
| 16 Does the partnership have any foreign partners? If "Yes," enter the number of Forms 8805, Foreign Partner's Information Statement of Section 1446 Withholding Tax, filed for this partnership. ▶ | | X |
| 17 Enter the number of Forms 8865, Return of U.S. Persons With Respect to Certain Foreign Partnerships, attached to this return. ▶ | | |
| 18a Did you make any payments in 2013 that would require you to file Form(s) 1099? See instructions | X | |
| b If "Yes," did you or will you file required Form(s) 1099? | X | |
| 19 Enter the number of Form(s) 5471, Information Return of U.S. Persons With Respect To Certain Foreign Corporations, attached to this return. ▶ 0 | | |
| 20 Enter the number of partners that are foreign governments under section 892. ▶ 0 | | |

Designation of Tax Matters Partner (see instructions)

Enter below the general partner or member-manager designated as the tax matters partner (TMP) for the tax year of this return:

| | | | |
|---|---|---------------------------|--|
| Name of designated TMP | BRIAN S STRATHMEYER | Identifying number of TMP | |
| If the TMP is an entity, name of TMP representative | | Phone number of TMP | |
| Address of designated TMP | 3025 RIDINGS WAY YORK PA 17408 | | |

| Schedule K Partners' Distributive Share Items | | Total amount | |
|--|---|--------------|----------|
| Income (Loss) | 1 Ordinary business income (loss) (page 1, line 22) | 1 | -196,300 |
| | 2 Net rental real estate income (loss) (attach Form 8825) | 2 | |
| | 3a Other gross rental income (loss) | 3a | |
| | b Expenses from other rental activities (attach statement) | 3b | |
| | c Other net rental income (loss). Subtract line 3b from line 3a | 3c | |
| | 4 Guaranteed payments | 4 | 110,067 |
| | 5 Interest income | 5 | |
| | 6 Dividends: a Ordinary dividends | 6a | |
| | b Qualified dividends | 6b | |
| | 7 Royalties | 7 | |
| | 8 Net short-term capital gain (loss) (attach Schedule D (Form 1065)) | 8 | |
| 9a Net long-term capital gain (loss) (attach Schedule D (Form 1065)) | 9a | | |
| b Collectibles (28%) gain (loss) | 9b | | |
| c Unrecaptured section 1250 gain (attach statement) | 9c | | |
| 10 Net section 1231 gain (loss) (attach Form 4797) | 10 | -1,064 | |
| 11 Other income (loss) (see instructions) Type ▶ | 11 | | |
| Deductions | 12 Section 179 deduction (attach Form 4562) | 12 | 0 |
| | 13a Contributions | 13a | |
| | b Investment interest expense | 13b | |
| | c Section 59(e)(2) expenditures: (1) Type ▶ (2) Amount ▶ | 13c(2) | |
| | d Other deductions (see instructions) Type ▶ SEE STATEMENT 4 | 13d | 10,067 |
| Self-Employment | 14a Net earnings (loss) from self-employment | 14a | 98,889 |
| | b Gross farming or fishing income | 14b | |
| | c Gross nonfarm income | 14c | 12,277 |
| Credits | 15a Low-income housing credit (section 42(j)(5)) | 15a | |
| | b Low-income housing credit (other) | 15b | |
| | c Qualified rehabilitation expenditures (rental real estate) (attach Form 3468) | 15c | |
| | d Other rental real estate credits (see instructions) Type ▶ | 15d | |
| | e Other rental credits (see instructions) Type ▶ | 15e | |
| | f Other credits (see instructions) Type ▶ | 15f | |
| Foreign Transactions | 16a Name of country or U.S. possession ▶ | 16b | |
| | b Gross income from all sources | 16c | |
| | c Gross income sourced at partner level | | |
| | Foreign gross income sourced at partnership level | | |
| | d Passive category ▶ e General category ▶ f Other ▶ | 16f | |
| | Deductions allocated and apportioned at partner level | | |
| | g Interest expense ▶ h Other ▶ | 16h | |
| | Deductions allocated and apportioned at partnership level to foreign source income | | |
| | i Passive category ▶ j General category ▶ k Other ▶ | 16k | |
| | l Total foreign taxes (check one): ▶ Paid <input type="checkbox"/> Accrued <input type="checkbox"/> | 16l | |
| m Reduction in taxes available for credit (attach statement) | 16m | | |
| n Other foreign tax information (attach statement) | | | |
| Alternative Minimum Tax (AMT) items | 17a Post-1986 depreciation adjustment | 17a | |
| | b Adjusted gain or loss | 17b | |
| | c Depletion (other than oil and gas) | 17c | |
| | d Oil, gas, and geothermal properties – gross income | 17d | |
| | e Oil, gas, and geothermal properties – deductions | 17e | |
| | f Other AMT items (attach statement) | 17f | |
| Other Information | 18a Tax-exempt interest income | 18a | |
| | b Other tax-exempt income | 18b | |
| | c Nondeductible expenses SEE STATEMENT 5 | 18c | 1,615 |
| | 19a Distributions of cash and marketable securities | 19a | |
| | b Distributions of other property | 19b | |
| | 20a Investment income | 20a | |
| | b Investment expenses | 20b | |
| c Other items and amounts (attach statement) | | | |

Analysis of Net Income (Loss)

| | | | | | | | |
|---|---|---------------|--------------------------|----------------------------|------------------|-------------------------|--------------------|
| 1 | Net income (loss). Combine Schedule K, lines 1 through 11. From the result, subtract the sum of Schedule K, lines 12 through 13d, and 16i | | | | | 1 | -97,364 |
| 2 | Analysis by partner type: | (i) Corporate | (ii) Individual (active) | (iii) Individual (passive) | (iv) Partnership | (v) Exempt Organization | (vi) Nominee/Other |
| a | General partners | | | | | | |
| b | Limited partners | | | -97,364 | | | |

| Schedule L | | Balance Sheets per Books | | Beginning of tax year | | End of tax year | |
|--------------------------------|--|--------------------------|----------|-----------------------|----------|-----------------|--|
| Assets | | (a) | (b) | (c) | (d) | | |
| 1 | Cash | | 24,067 | | 39,093 | | |
| 2a | Trade notes and accounts receivable | | | | | | |
| b | Less allowance for bad debts | | | | | | |
| 3 | Inventories | | | | | | |
| 4 | U.S. government obligations | | | | | | |
| 5 | Tax-exempt securities | | | | | | |
| 6 | Other current assets (attach statement) SEE STMT 6 | | 10,555 | | 6,469 | | |
| 7a | Loans to partners (or persons related to partners) | | | | | | |
| b | Mortgage and real estate loans | | | | | | |
| 8 | Other investments (attach statement) | | | | | | |
| 9a | Buildings and other depreciable assets | 2,104,566 | | 1,646,505 | | | |
| b | Less accumulated depreciation | 1,542,686 | 561,880 | 1,303,585 | 342,920 | | |
| 10a | Depletable assets | | | | | | |
| b | Less accumulated depletion | | | | | | |
| 11 | Land (net of any amortization) | | | | | | |
| 12a | Intangible assets (amortizable only) | 4,875 | | 4,875 | | | |
| b | Less accumulated amortization | 928 | 3,947 | 1,741 | 3,134 | | |
| 13 | Other assets (attach statement) SEE STMT 7 | | 89,817 | | 69,908 | | |
| 14 | Total assets | | 690,266 | | 461,524 | | |
| Liabilities and Capital | | | | | | | |
| 15 | Accounts payable | | | | | | |
| 16 | Mortgages, notes, bonds payable in less than 1 year | | 172,676 | | 239,818 | | |
| 17 | Other current liabilities (attach statement) SEE STMT 8 | | 231,392 | | 241,204 | | |
| 18 | All nonrecourse loans | | | | | | |
| 19a | Loans from partners (or persons related to partners) | | | | | | |
| b | Mortgages, notes, bonds payable in 1 year or more | | 912,439 | | 651,722 | | |
| 20 | Other liabilities (attach statement) | | | | | | |
| 21 | Partners' capital accounts | | -626,241 | | -671,220 | | |
| 22 | Total liabilities and capital | | 690,266 | | 461,524 | | |

Schedule M-1 Reconciliation of Income (Loss) per Books With Income (Loss) per Return

Note. Schedule M-3 may be required instead of Schedule M-1 (see instructions).

| | | | | | |
|---|--|----------|---|---|---------|
| 1 | Net income (loss) per books | -198,979 | 6 | Income recorded on books this year not included on Schedule K, lines 1 through 11 (itemize): | |
| 2 | Income included on Schedule K, lines 1, 2, 3c, 5, 6a, 7, 8, 9a, 10, and 11, not recorded on books this year (itemize): | | a | Tax-exempt interest \$ | |
| 3 | Guaranteed payments (other than health insurance) | 100,000 | 7 | Deductions included on Schedule K, lines 1 through 13d, and 16i, not charged against book income this year (itemize): | |
| 4 | Expenses recorded on books this year not included on Schedule K, lines 1 through 13d, and 16i (itemize): | | a | Depreciation \$ | |
| a | Depreciation \$ | | | | |
| b | Travel and entertainment \$ | 168 | 8 | Add lines 6 and 7 | |
| | SEE STATEMENT 9 | | 9 | Income (loss) (Analysis of Net Income (Loss), line 1). Subtract line 8 from line 5 | -97,364 |
| | 1,447 | 1,615 | | | |
| 5 | Add lines 1 through 4 | -97,364 | | | |

Schedule M-2 Analysis of Partners' Capital Accounts

| | | | | | |
|---|------------------------------|----------|---|---|----------|
| 1 | Balance at beginning of year | -626,241 | 6 | Distributions: a Cash | |
| 2 | Capital contributed: a Cash | 154,000 | b | Property | |
| | b Property | | 7 | Other decreases (itemize): | |
| 3 | Net income (loss) per books | -198,979 | 8 | Add lines 6 and 7 | |
| 4 | Other increases (itemize): | | 9 | Balance at end of year. Subtract line 8 from line 5 | -671,220 |
| 5 | Add lines 1 through 4 | -671,220 | | | |

Form **1125-A****Cost of Goods Sold**(Rev. December 2012)
Department of the Treasury
Internal Revenue Service▶ Attach to Form 1120, 1120-C, 1120-F, 1120S, 1065, or 1065-B.
▶ Information about Form 1125-A and its instructions is at www.irs.gov/form1125a.

OMB No. 1545-2225

Name

Employer identification number

AG AIR, LLC

| | | | |
|---|--|---|-----------|
| 1 | Inventory at beginning of year | 1 | |
| 2 | Purchases | 2 | 1,058,578 |
| 3 | Cost of labor | 3 | 301,530 |
| 4 | Additional section 263A costs (attach schedule) | 4 | |
| 5 | Other costs (attach schedule) SEE STATEMENT 10 | 5 | 1,311,693 |
| 6 | Total. Add lines 1 through 5 | 6 | 2,671,801 |
| 7 | Inventory at end of year | 7 | |
| 8 | Cost of goods sold. Subtract line 7 from line 6. Enter here and on Form 1120, page 1, line 2 or the appropriate line of your tax return (see instructions) | 8 | 2,671,801 |

9a Check all methods used for valuing closing inventory:

(i) ☐ Cost

(ii) ☐ Lower of cost or market

(iii) ☐ Other (Specify method used and attach explanation.) ▶

b Check if there was a writedown of subnormal goods ▶ ☐

c Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐

d If the LIFO inventory method was used for this tax year, enter the amount of closing inventory computed under LIFO 9d

e If property is produced or acquired for resale, do the rules of section 263A apply to the entity (see instructions)? ☐ Yes ☒ No

f Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☒ No

For Paperwork Reduction Act Notice, see instructions.

Form **1125-A** (Rev. 12-2012)

**SCHEDULE B-1
(Form 1065)**(Rev. December 2011)
Department of the Treasury
Internal Revenue Service**Information on Partners Owning 50% or
More of the Partnership**

▶ Attach to Form 1065. See instructions on back.

OMB No. 1545-0099

Name of partnership

AG AIR, LLC

Employer identification number (EIN)

Part I **Entities Owning 50% or More of the Partnership** (Form 1065, Schedule B, Question 3a)

Complete columns (i) through (v) below for any foreign or domestic corporation, partnership (including any entity treated as a partnership), trust, tax-exempt organization, or any foreign government that owns, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership (see instructions).

| (i) Name of Entity | (ii) Employer Identification Number (if any) | (iii) Type of Entity | (iv) Country of Organization | (v) Maximum Percentage Owned in Profit, Loss, or Capital |
|--------------------|--|----------------------|------------------------------|--|
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |

Part II **Individuals or Estates Owning 50% or More of the Partnership** (Form 1065, Schedule B, Question 3b)

Complete columns (i) through (iv) below for any individual or estate that owns, directly or indirectly, an interest of 50% or more in the profit, loss, or capital of the partnership (see instructions).

| (i) Name of Individual or Estate | (ii) Identifying Number (if any) | (iii) Country of Citizenship (see instructions) | (iv) Maximum Percentage Owned in Profit, Loss, or Capital |
|----------------------------------|----------------------------------|---|---|
| ROBIN A GROSS | | UNITED STATES | 51.330000 |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

For Paperwork Reduction Act Notice, see the Instructions for Form 1065.

Schedule B-1 (Form 1065) (Rev. 12-2011)

651113

OMB No. 1545-0099

PARTNER# 1
Schedule K-1
(Form 1065)

2013

Department of the Treasury
 Internal Revenue Service

For calendar year 2013, or tax
 year beginning _____
 ending _____


**Partner's Share of Income, Deductions,
 Credits, etc.** ▶ See back of form and separate instructions.

| Part I Information About the Partnership | | | | | | | | | | | | | |
|--|------------|------------|--------|--------|------------|------------|------|------------|------------|---------|------------|------------|--|
| A Partnership's employer identification number B Partnership's name, address, city, state, and ZIP code AG AIR, LLC 255 ZEIGLER ROAD P.O. BOX 70 DOVER PA 17315 C IRS Center where partnership filed return OGDEN, UT D <input type="checkbox"/> Check if this is a publicly traded partnership (PTP) | | | | | | | | | | | | | |
| Part II Information About the Partner | | | | | | | | | | | | | |
| E Partner's identifying number 164-46-4019 F Partner's name, address, city, state, and ZIP code FRED R STRATHMEYER 1375 DETWILER DRIVE YORK PA 17404 G <input type="checkbox"/> General partner or LLC member-manager <input checked="" type="checkbox"/> Limited partner or other LLC member H <input checked="" type="checkbox"/> Domestic partner <input type="checkbox"/> Foreign partner I1 What type of entity is this partner? INDIVIDUAL I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here <input type="checkbox"/> J Partner's share of profit, loss, and capital (see instructions): <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">Beginning</th> <th style="text-align: center;">Ending</th> </tr> </thead> <tbody> <tr> <td>Profit</td> <td style="text-align: right;">3.330000 %</td> <td style="text-align: right;">3.330000 %</td> </tr> <tr> <td>Loss</td> <td style="text-align: right;">3.330000 %</td> <td style="text-align: right;">3.330000 %</td> </tr> <tr> <td>Capital</td> <td style="text-align: right;">3.330000 %</td> <td style="text-align: right;">3.330000 %</td> </tr> </tbody> </table> K Partner's share of liabilities at year end: Nonrecourse \$ _____ Qualified nonrecourse financing \$ _____ Recourse \$ 37,721 L Partner's capital account analysis: Beginning capital account \$ -110,985 Capital contributed during the year \$ _____ Current year increase (decrease) \$ -6,626 Withdrawals & distributions \$ _____ Ending capital account \$ -117,611 <input checked="" type="checkbox"/> Tax basis <input type="checkbox"/> GAAP <input type="checkbox"/> Section 704(b) book <input type="checkbox"/> Other (explain) _____ M Did the partner contribute property with a built-in gain or loss? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," attach statement (see instructions) | | Beginning | Ending | Profit | 3.330000 % | 3.330000 % | Loss | 3.330000 % | 3.330000 % | Capital | 3.330000 % | 3.330000 % | |
| | Beginning | Ending | | | | | | | | | | | |
| Profit | 3.330000 % | 3.330000 % | | | | | | | | | | | |
| Loss | 3.330000 % | 3.330000 % | | | | | | | | | | | |
| Capital | 3.330000 % | 3.330000 % | | | | | | | | | | | |

☐ Final K-1 ☐ Amended K-1

| Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items | | | |
|---|--|----|--|
| 1 | Ordinary business income (loss) -6,537 | 15 | Credits |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | 16 | Foreign transactions |
| 4 | Guaranteed payments | | |
| 5 | Interest income | | |
| 6a | Ordinary dividends | | |
| 6b | Qualified dividends | | |
| 7 | Royalties | | |
| 8 | Net short-term capital gain (loss) | | |
| 9a | Net long-term capital gain (loss) | 17 | Alternative minimum tax (AMT) items |
| 9b | Collectibles (28%) gain (loss) | | |
| 9c | Unrecaptured section 1250 gain | | |
| 10 | Net section 1231 gain (loss) -35 | 18 | Tax-exempt income and nondeductible expenses |
| 11 | Other income (loss) | C* | STMT |
| 12 | Section 179 deduction | 19 | Distributions |
| 13 | Other deductions | 20 | Other information |
| | | C* | STMT |
| 14 | Self-employment earnings (loss) | | |
| *See attached statement for additional information. | | | |

For IRS Use Only



PARTNER# 2
Schedule K-1
(Form 1065)

2013

Department of the Treasury
Internal Revenue Service

For calendar year 2013, or tax
year beginning _____
ending _____

**Partner's Share of Income, Deductions,
Credits, etc.** ▶ See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number _____

B Partnership's name, address, city, state, and ZIP code
AG AIR, LLC
255 ZEIGLER ROAD P.O. BOX 70
DOVER PA 17315

C IRS Center where partnership filed return
OGDEN, UT

D ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number
164-46-4008

F Partner's name, address, city, state, and ZIP code
GERRIT J STRATHMEYER
2826 WESTWIND LANE
YORK PA 17404

G ☐ General partner or LLC member-manager ☒ Limited partner or other LLC member

H ☒ Domestic partner ☐ Foreign partner

I1 What type of entity is this partner? **INDIVIDUAL**

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here (see instructions) ☐

J Partner's share of profit, loss, and capital (see instructions):

| | Beginning | Ending |
|---------|------------|------------|
| Profit | 3.330000 % | 3.330000 % |
| Loss | 3.330000 % | 3.330000 % |
| Capital | 3.330000 % | 3.330000 % |

K Partner's share of liabilities at year end:

| | |
|---------------------------------|------------------|
| Nonrecourse | \$ _____ |
| Qualified nonrecourse financing | \$ _____ |
| Recourse | \$ 37,720 |

L Partner's capital account analysis:

| | |
|-------------------------------------|--------------------|
| Beginning capital account | \$ -110,950 |
| Capital contributed during the year | \$ _____ |
| Current year increase (decrease) | \$ -6,626 |
| Withdrawals & distributions | \$ (_____) |
| Ending capital account | \$ -117,576 |

☒ Tax basis ☐ GAAP ☐ Section 704(b) back
☐ Other (explain) _____

M Did the partner contribute property with a built-in gain or loss?
☐ Yes ☒ No
If "Yes," attach statement (see instructions)

☐ Final K-1 ☐ Amended K-1

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

| | | | |
|----|--|-----------|--|
| 1 | Ordinary business income (loss) -6,537 | 15 | Credits |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | 16 | Foreign transactions |
| 4 | Guaranteed payments | | |
| 5 | Interest income | | |
| 6a | Ordinary dividends | | |
| 6b | Qualified dividends | | |
| 7 | Royalties | | |
| 8 | Net short-term capital gain (loss) | | |
| 9a | Net long-term capital gain (loss) | 17 | Alternative minimum tax (AMT) items |
| 9b | Collectibles (28%) gain (loss) | | |
| 9c | Unrecaptured section 1250 gain | | |
| 10 | Net section 1231 gain (loss) -35 | 18 | Tax-exempt income and nondeductible expenses |
| 11 | Other income (loss) | C* | STMT |
| | | | |
| | | | |
| | | 19 | Distributions |
| 12 | Section 179 deduction | | |
| 13 | Other deductions | 20 | Other information |
| | | C* | STMT |
| | | | |
| 14 | Self-employment earnings (loss) | | |

*See attached statement for additional information.

For IRS Use Only



PARTNER# 3
Schedule K-1
(Form 1065)

2013

Department of the Treasury
Internal Revenue ServiceFor calendar year 2013, or tax
year beginning _____
ending _____Partner's Share of Income, Deductions,
Credits, etc. ▶ See back of form and separate instructions.

| Part I Information About the Partnership | | | | | | | | | | | | | | | | |
|--|--|---------------------------|-----------|----------|-------------------------------------|-------------|-------------|----------------------------------|-------------|-------------|-----------------------------|-------------|-------------|------------------------|----|----------|
| A | Partnership's employer identification number | | | | | | | | | | | | | | | |
| B | Partnership's name, address, city, state, and ZIP code AG AIR, LLC 255 ZEIGLER ROAD P.O. BOX 70 DOVER PA 17315 | | | | | | | | | | | | | | | |
| C | IRS Center where partnership filed return OGDEN, UT | | | | | | | | | | | | | | | |
| D | <input type="checkbox"/> Check if this is a publicly traded partnership (PTP) | | | | | | | | | | | | | | | |
| Part II Information About the Partner | | | | | | | | | | | | | | | | |
| E | Partner's identifying number 164-52-8166 | | | | | | | | | | | | | | | |
| F | Partner's name, address, city, state, and ZIP code ROBIN A GROSS 2560 WILLAPA DRIVE DOVER PA 17315 | | | | | | | | | | | | | | | |
| G | <input type="checkbox"/> General partner or LLC member-manager <input checked="" type="checkbox"/> Limited partner or other LLC member | | | | | | | | | | | | | | | |
| H | <input checked="" type="checkbox"/> Domestic partner <input type="checkbox"/> Foreign partner | | | | | | | | | | | | | | | |
| I1 | What type of entity is this partner? INDIVIDUAL | | | | | | | | | | | | | | | |
| I2 | If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here (see instructions) <input type="checkbox"/> | | | | | | | | | | | | | | | |
| J | Partner's share of profit, loss, and capital (see instructions): <table border="1"><thead><tr><th></th><th>Beginning</th><th>Ending</th></tr></thead><tbody><tr><td>Profit</td><td>51.330000 %</td><td>51.330000 %</td></tr><tr><td>Loss</td><td>51.330000 %</td><td>51.330000 %</td></tr><tr><td>Capital</td><td>51.330000 %</td><td>51.330000 %</td></tr></tbody></table> | | Beginning | Ending | Profit | 51.330000 % | 51.330000 % | Loss | 51.330000 % | 51.330000 % | Capital | 51.330000 % | 51.330000 % | | | |
| | Beginning | Ending | | | | | | | | | | | | | | |
| Profit | 51.330000 % | 51.330000 % | | | | | | | | | | | | | | |
| Loss | 51.330000 % | 51.330000 % | | | | | | | | | | | | | | |
| Capital | 51.330000 % | 51.330000 % | | | | | | | | | | | | | | |
| K | Partner's share of liabilities at year end: <table border="1"><tbody><tr><td>Nonrecourse</td><td>\$</td><td></td></tr><tr><td>Qualified nonrecourse financing</td><td>\$</td><td></td></tr><tr><td>Recourse</td><td>\$</td><td>581,438</td></tr></tbody></table> | Nonrecourse | \$ | | Qualified nonrecourse financing | \$ | | Recourse | \$ | 581,438 | | | | | | |
| Nonrecourse | \$ | | | | | | | | | | | | | | | |
| Qualified nonrecourse financing | \$ | | | | | | | | | | | | | | | |
| Recourse | \$ | 581,438 | | | | | | | | | | | | | | |
| L | Partner's capital account analysis: <table border="1"><tbody><tr><td>Beginning capital account</td><td>\$</td><td>-110,958</td></tr><tr><td>Capital contributed during the year</td><td>\$</td><td>100,000</td></tr><tr><td>Current year increase (decrease)</td><td>\$</td><td>-102,135</td></tr><tr><td>Withdrawals & distributions</td><td>\$</td><td>()</td></tr><tr><td>Ending capital account</td><td>\$</td><td>-113,093</td></tr></tbody></table> <input checked="" type="checkbox"/> Tax basis <input type="checkbox"/> GAAP <input type="checkbox"/> Section 704(b) book <input type="checkbox"/> Other (explain) _____ | Beginning capital account | \$ | -110,958 | Capital contributed during the year | \$ | 100,000 | Current year increase (decrease) | \$ | -102,135 | Withdrawals & distributions | \$ | () | Ending capital account | \$ | -113,093 |
| Beginning capital account | \$ | -110,958 | | | | | | | | | | | | | | |
| Capital contributed during the year | \$ | 100,000 | | | | | | | | | | | | | | |
| Current year increase (decrease) | \$ | -102,135 | | | | | | | | | | | | | | |
| Withdrawals & distributions | \$ | () | | | | | | | | | | | | | | |
| Ending capital account | \$ | -113,093 | | | | | | | | | | | | | | |
| M | Did the partner contribute property with a built-in gain or loss? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," attach statement (see instructions) | | | | | | | | | | | | | | | |

☐ Final K-1 ☐ Amended K-1

| Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items | | | |
|---|--|----|--|
| 1 | Ordinary business income (loss) -100,760 | 15 | Credits |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | 16 | Foreign transactions |
| 4 | Guaranteed payments | | |
| 5 | Interest income | | |
| 6a | Ordinary dividends | | |
| 6b | Qualified dividends | | |
| 7 | Royalties | | |
| 8 | Net short-term capital gain (loss) | | |
| 9a | Net long-term capital gain (loss) | 17 | Alternative minimum tax (AMT) items |
| 9b | Collectibles (28%) gain (loss) | | |
| 9c | Unrecaptured section 1250 gain | | |
| 10 | Net section 1231 gain (loss) -546 | 18 | Tax-exempt income and nondeductible expenses |
| 11 | Other income (loss) | C* | STMT |
| | | | |
| | | | |
| | | | |
| 12 | Section 179 deduction | 19 | Distributions |
| 13 | Other deductions | | |
| | | 20 | Other information |
| | | C* | STMT |
| | | | |
| 14 | Self-employment earnings (loss) | | |

*See attached statement for additional information.

For IRS Use Only



651113

OMB No. 1545-0099

PARTNER# 4
Schedule K-1
(Form 1065)

Department of the Treasury
 Internal Revenue Service

2013

For calendar year 2013, or tax
 year beginning _____
 ending _____

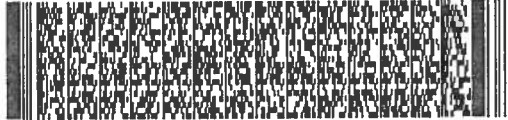
**Partner's Share of Income, Deductions,
 Credits, etc.** ▶ See back of form and separate instructions.

| Part I Information About the Partnership | | | | | | | | | | | | | |
|--|------------|------------|--------|--------|------------|------------|------|------------|------------|---------|------------|------------|--|
| A Partnership's employer identification number B Partnership's name, address, city, state, and ZIP code AG AIR, LLC 255 ZEIGLER ROAD P.O. BOX 70 DOVER PA 17315 C IRS Center where partnership filed return OGDEN, UT D <input type="checkbox"/> Check if this is a publicly traded partnership (PTP) | | | | | | | | | | | | | |
| Part II Information About the Partner | | | | | | | | | | | | | |
| E Partner's identifying number 198-54-2475 F Partner's name, address, city, state, and ZIP code C. TIMOTHY STRATHMEYER 4050 GOLDENS PATH YORK PA 17408 G <input type="checkbox"/> General partner or LLC member-manager <input checked="" type="checkbox"/> Limited partner or other LLC member H <input checked="" type="checkbox"/> Domestic partner <input type="checkbox"/> Foreign partner I1 What type of entity is this partner? INDIVIDUAL I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here <input type="checkbox"/> J Partner's share of profit, loss, and capital (see instructions): <table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th></th> <th style="text-align: center;">Beginning</th> <th style="text-align: center;">Ending</th> </tr> </thead> <tbody> <tr> <td>Profit</td> <td style="text-align: right;">3.330000 %</td> <td style="text-align: right;">3.330000 %</td> </tr> <tr> <td>Loss</td> <td style="text-align: right;">3.330000 %</td> <td style="text-align: right;">3.330000 %</td> </tr> <tr> <td>Capital</td> <td style="text-align: right;">3.330000 %</td> <td style="text-align: right;">3.330000 %</td> </tr> </tbody> </table> K Partner's share of liabilities at year end: Nonrecourse \$ _____ Qualified nonrecourse financing \$ _____ Recourse \$ 37,720 L Partner's capital account analysis: Beginning capital account \$ -110,951 Capital contributed during the year \$ _____ Current year increase (decrease) \$ -6,627 Withdrawals & distributions \$ (_____) Ending capital account \$ -117,578 <input checked="" type="checkbox"/> Tax basis <input type="checkbox"/> GAAP <input type="checkbox"/> Section 704(b) book <input type="checkbox"/> Other (explain) _____ M Did the partner contribute property with a built-in gain or loss? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," attach statement (see instructions) | | Beginning | Ending | Profit | 3.330000 % | 3.330000 % | Loss | 3.330000 % | 3.330000 % | Capital | 3.330000 % | 3.330000 % | |
| | Beginning | Ending | | | | | | | | | | | |
| Profit | 3.330000 % | 3.330000 % | | | | | | | | | | | |
| Loss | 3.330000 % | 3.330000 % | | | | | | | | | | | |
| Capital | 3.330000 % | 3.330000 % | | | | | | | | | | | |

| Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items | | | |
|---|--|----|--|
| 1 | Ordinary business income (loss) -6,537 | 15 | Credits |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | 16 | Foreign transactions |
| 4 | Guaranteed payments | | |
| 5 | Interest income | | |
| 6a | Ordinary dividends | | |
| 6b | Qualified dividends | | |
| 7 | Royalties | | |
| 8 | Net short-term capital gain (loss) | | |
| 9a | Net long-term capital gain (loss) | 17 | Alternative minimum tax (AMT) items |
| 9b | Collectibles (28%) gain (loss) | | |
| 9c | Unrecaptured section 1250 gain | | |
| 10 | Net section 1231 gain (loss) -36 | 18 | Tax-exempt income and nondeductible expenses |
| 11 | Other income (loss) | C* | STMT |
| 12 | Section 179 deduction | | |
| 13 | Other deductions | | |
| 14 | Self-employment earnings (loss) | | |
| 19 | Distributions | | |
| 20 | Other information | C* | STMT |

*See attached statement for additional information.

For IRS Use Only



PARTNER# 5
Schedule K-1
(Form 1065)

2013

Department of the Treasury
Internal Revenue Service

For calendar year 2013, or tax
year beginning _____
ending _____

Partner's Share of Income, Deductions,
Credits, etc. ▶ See back of form and separate instructions.

☐ Final K-1 ☐ Amended K-1

Part III Partner's Share of Current Year Income,
Deductions, Credits, and Other Items

| | | | |
|----|---|----|---|
| 1 | Ordinary business income (loss) -69,392 | 15 | Credits |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | 16 | Foreign transactions |
| 4 | Guaranteed payments | | |
| 5 | Interest income | | |
| 6a | Ordinary dividends | | |
| 6b | Qualified dividends | | |
| 7 | Royalties | | |
| 8 | Net short-term capital gain (loss) | | |
| 9a | Net long-term capital gain (loss) | 17 | Alternative minimum tax (AMT) items |
| 9b | Collectibles (28%) gain (loss) | | |
| 9c | Unrecaptured section 1250 gain | | |
| 10 | Net section 1231 gain (loss) -376 | 18 | Tax-exempt income and nondeductible expenses |
| 11 | Other income (loss) | C* | STMT |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| 12 | Section 179 deduction | 19 | Distributions |
| | | | |
| 13 | Other deductions | 20 | Other information |
| | | C* | STMT |
| | | | |
| | | | |
| 14 | Self-employment earnings (loss) | | |

Part I Information About the Partnership

A Partnership's employer identification number

B Partnership's name, address, city, state, and ZIP code

AG AIR, LLC

255 ZEIGLER ROAD P.O. BOX 70
DOVER PA 17315

C IRS Center where partnership filed return

OGDEN, UT

D ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number

198-54-3789

F Partner's name, address, city, state, and ZIP code

BRIAN S STRATHMEYER

3025 RIDINGS WAY
YORK

PA 17408

G ☐ General partner or LLC
member-manager

☒ Limited partner or other LLC
member

H ☒ Domestic partner

☐ Foreign partner

I1 What type of entity is this partner? **INDIVIDUAL**

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here
(see instructions) ☐

J Partner's share of profit, loss, and capital (see instructions):

| | Beginning | Ending |
|---------|-------------|-------------|
| Profit | 35.350000 % | 35.350000 % |
| Loss | 35.350000 % | 35.350000 % |
| Capital | 35.350000 % | 35.350000 % |

K Partner's share of liabilities at year end:

| | | |
|---------------------------------|----|---------|
| Nonrecourse | \$ | |
| Qualified nonrecourse financing | \$ | |
| Recourse | \$ | 400,425 |

L Partner's capital account analysis:

| | | |
|-------------------------------------|----|----------|
| Beginning capital account | \$ | -110,951 |
| Capital contributed during the year | \$ | 54,000 |
| Current year increase (decrease) | \$ | -70,339 |
| Withdrawals & distributions | \$ | () |
| Ending capital account | \$ | -127,290 |

☒ Tax basis ☐ GAAP ☐ Section 704(b) book
☐ Other (explain)

M Did the partner contribute property with a built-in gain or loss?

☐ Yes ☒ No
If "Yes," attach statement (see instructions)

*See attached statement for additional information.

For IRS Use Only



651113

OMB No. 1545-0099

PARTNER# 6
Schedule K-1
(Form 1065)

Department of the Treasury
 Internal Revenue Service

2013

For calendar year 2013, or tax

year beginning _____

ending _____

Partner's Share of Income, Deductions, Credits, etc.

▶ See back of form and separate instructions.

Part I Information About the Partnership

A Partnership's employer identification number

B Partnership's name, address, city, state, and ZIP code

AG AIR, LLC

255 ZEIGLER ROAD P.O. BOX 70
DOVER PA 17315

C IRS Center where partnership filed return

OGDEN, UT

D ☐ Check if this is a publicly traded partnership (PTP)

Part II Information About the Partner

E Partner's identifying number

271-52-6581

F Partner's name, address, city, state, and ZIP code

DANIEL J RILEY

8 SPRINGWOOD TRAIL
FAIRFIELD

PA 17320

G ☐ General partner or LLC member-manager

☒ Limited partner or other LLC member

H ☒ Domestic partner

☐ Foreign partner

I1 What type of entity is this partner? **INDIVIDUAL**

I2 If this partner is a retirement plan (IRA/SEP/Keogh/etc.), check here (see instructions) ☐

J Partner's share of profit, loss, and capital (see instructions):

| | Beginning | Ending |
|---------|------------|------------|
| Profit | 3.330000 % | 3.330000 % |
| Loss | 3.330000 % | 3.330000 % |
| Capital | 3.330000 % | 3.330000 % |

K Partner's share of liabilities at year end:

| | |
|---------------------------------|------------------|
| Nonrecourse | \$ _____ |
| Qualified nonrecourse financing | \$ _____ |
| Recourse | \$ 37,720 |

L Partner's capital account analysis:

| | |
|-------------------------------------|-------------------|
| Beginning capital account | \$ -71,446 |
| Capital contributed during the year | \$ _____ |
| Current year increase (decrease) | \$ -6,626 |
| Withdrawals & distributions | \$ (_____) |
| Ending capital account | \$ -78,072 |

☒ Tax basis ☐ GAAP ☐ Section 704(b) book
☐ Other (explain) _____

M Did the partner contribute property with a built-in gain or loss?

☐ Yes ☒ No

If "Yes," attach statement (see instructions)

☐ Final K-1

☐ Amended K-1

Part III Partner's Share of Current Year Income, Deductions, Credits, and Other Items

| | | | |
|----|--------------------------------------|----|--|
| 1 | Ordinary business income (loss) | 15 | Credits |
| | -6,537 | | |
| 2 | Net rental real estate income (loss) | | |
| 3 | Other net rental income (loss) | 16 | Foreign transactions |
| 4 | Guaranteed payments | | |
| | 110,067 | | |
| 5 | Interest income | | |
| 6a | Ordinary dividends | | |
| 6b | Qualified dividends | | |
| 7 | Royalties | | |
| 8 | Net short-term capital gain (loss) | | |
| 9a | Net long-term capital gain (loss) | 17 | Alternative minimum tax (AMT) items |
| 9b | Collectibles (28%) gain (loss) | | |
| 9c | Unrecaptured section 1250 gain | | |
| 10 | Net section 1231 gain (loss) | 18 | Tax-exempt income and nondeductible expenses |
| | -36 | | |
| 11 | Other income (loss) | C* | STMT |
| 12 | Section 179 deduction | | |
| 13 | Other deductions | | |
| M | 10,067 | | |
| | | 20 | Other information |
| | | C* | STMT |
| 14 | Self-employment earnings (loss) | | |
| A | 98,889 | | |
| C | 12,277 | | |

*See attached statement for additional information.

For IRS Use Only



Form **4136****Credit for Federal Tax Paid on Fuels**

OMB No. 1545-0162

2013Attachment
Sequence No. **23**Department of the Treasury
Internal Revenue Service (99)► Information about Form 4136 and its separate instructions is at www.irs.gov/form4136.

Name (as shown on your income tax return)

Taxpayer identification number

AG AIR, LLC

Caution. Claimant has the name and address of the person who sold the fuel to the claimant and the dates of purchase. For claims on lines 1c and 2b (type of use 13 and 14), 3d, 4c, and 5, claimant has not waived the right to make the claim. For claims on lines 1c and 2b (type of use 13 and 14), claimant certifies that a certificate has not been provided to the credit card issuer.

The alternative fuel mixture credit cannot be claimed on this form or on Schedule 3 (Form 8849). It must be taken as a credit against your taxable fuel liability (gasoline, diesel fuel, and kerosene) reported on Form 720.

1 Nontaxable Use of Gasoline Note. CRN is credit reference number.

| | (a) Type of use | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|---|---|----------|-------------|----------------------|---------|
| a | Off-highway business use | \$.183 | | \$ | 362 |
| b | Use on a farm for farming purposes | .183 | | | |
| c | Other nontaxable use (see Caution above line 1) | .183 | | | |
| d | Exported | .184 | | | 411 |

2 Nontaxable Use of Aviation Gasoline

| | (a) Type of use | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|---|---|----------|-------------|----------------------|---------|
| a | Use in commercial aviation (other than foreign trade) | \$.15 | | \$ | 354 |
| b | Other nontaxable use (see Caution above line 1) | .193 | | | 324 |
| c | Exported | .194 | | | 412 |
| d | LUST tax on aviation fuels used in foreign trade | .001 | | | 433 |

3 Nontaxable Use of Undyed Diesel Fuel

Claimant certifies that the diesel fuel did not contain visible evidence of dye.

Exception. If any of the diesel fuel included in this claim did contain visible evidence of dye, attach an explanation and check here ☐

| | (a) Type of use | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|---|---|----------|-------------|----------------------|---------|
| a | Nontaxable use | \$.243 | | \$ | 360 |
| b | Use on a farm for farming purposes | .243 | | | |
| c | Use in trains | .243 | | | |
| d | Use in certain intercity and local buses (see Caution above line 1) | .17 | | | 350 |
| e | Exported | .244 | | | 413 |

4 Nontaxable Use of Undyed Kerosene (Other Than Kerosene Used in Aviation)

Claimant certifies that the kerosene did not contain visible evidence of dye.

Exception. If any of the kerosene included in this claim did contain visible evidence of dye, attach an explanation and check here ☐

| | (a) Type of use | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|---|---|----------|-------------|----------------------|---------|
| a | Nontaxable use taxed at \$.244 | \$.243 | | \$ | 346 |
| b | Use on a farm for farming purposes | .243 | | | |
| c | Use in certain intercity and local buses (see Caution above line 1) | .17 | | | |
| d | Exported | .244 | | | 414 |
| e | Nontaxable use taxed at \$.044 | .043 | | | 377 |
| f | Nontaxable use taxed at \$.219 | .218 | | | 369 |

For Paperwork Reduction Act Notice, see the separate instructions.

Form **4136** (2013)

5 Kerosene Used in Aviation (see Caution above line 1)

| | (a) Type of use | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|---|---|----------|-------------|----------------------|---------|
| a | Kerosene used in commercial aviation (other than foreign trade) taxed at \$.244 | \$.200 | | \$ | 417 |
| b | Kerosene used in commercial aviation (other than foreign trade) taxed at \$.219 | .175 | | | 355 |
| c | Nontaxable use (other than use by state or local government) taxed at \$.244 | 01 | 29,247 | 7,107 | 346 |
| d | Nontaxable use (other than use by state or local government) taxed at \$.219 | .218 | | | 369 |
| e | LUST tax on aviation fuels used in foreign trade | .001 | | | 433 |

6 Sales by Registered Ultimate Vendors of Undyed Diesel Fuel

Registration No. ►

Claimant certifies that it sold the diesel fuel at a tax-excluded price, repaid the amount of tax to the buyer, or has obtained the written consent of the buyer to make the claim. Claimant certifies that the diesel fuel did not contain visible evidence of dye.

Exception. If any of the diesel fuel included in this claim did contain visible evidence of dye, attach an explanation and check here ☐

| | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|--|----------|-------------|----------------------|---------|
| a Use by a state or local government | \$.243 | | \$ | 360 |
| b Use in certain intercity and local buses | .17 | | | 350 |

7 Sales by Registered Ultimate Vendors of Undyed Kerosene (Other Than Kerosene For Use in Aviation)

Registration No. ►

Claimant certifies that it sold the kerosene at a tax-excluded price, repaid the amount of tax to the buyer, or has obtained the written consent of the buyer to make the claim. Claimant certifies that the kerosene did not contain visible evidence of dye.

Exception. If any of the kerosene included in this claim did contain visible evidence of dye, attach an explanation and check here ☐

| | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|--|----------|-------------|----------------------|---------|
| a Use by a state or local government | \$.243 | | | |
| b Sales from a blocked pump | .243 | | \$ | 346 |
| c Use in certain intercity and local buses | .17 | | | 347 |

8 Sales by Registered Ultimate Vendors of Kerosene For Use in Aviation

Registration No. ►

Claimant sold the kerosene for use in aviation at a tax-excluded price and has not collected the amount of tax from the buyer, repaid the amount of tax to the buyer, or has obtained the written consent of the buyer to make the claim. See the instructions for additional information to be submitted.

| | (a) Type of use | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|---|---|----------|-------------|----------------------|---------|
| a | Use in commercial aviation (other than foreign trade) taxed at \$.219 | \$.175 | | \$ | 355 |
| b | Use in commercial aviation (other than foreign trade) taxed at \$.244 | .200 | | | 417 |
| c | Nonexempt use in noncommercial aviation | .025 | | | 418 |
| d | Other nontaxable uses taxed at \$.244 | .243 | | | 346 |
| e | Other nontaxable uses taxed at \$.219 | .218 | | | 369 |
| f | LUST tax on aviation fuels used in foreign trade | .001 | | | 433 |

Form 4136 (2013)

9 Reserved

Registration No. ►

| | (b) Rate | (c) Gallons of alcohol | (d) Amount of credit | (e) CRN |
|------------|----------|------------------------|----------------------|---------|
| a Reserved | | | | |
| b Reserved | | | | |

10 Biodiesel or Renewable Diesel Mixture Credit

Registration No. ►

Biodiesel mixtures. Claimant produced a mixture by mixing biodiesel with diesel fuel. The biodiesel used to produce the mixture met ASTM D6751 and met EPA's registration requirements for fuels and fuel additives. The mixture was sold by the claimant to any person for use as a fuel or was used as a fuel by the claimant. Claimant has attached the Certificate for Biodiesel and, if applicable, the Statement of Biodiesel Reseller. **Renewable diesel mixtures.** Claimant produced a mixture by mixing renewable diesel with liquid fuel (other than renewable diesel). The renewable diesel used to produce the renewable diesel mixture was derived from biomass process, met EPA's registration requirements for fuels and fuel additives, and met ASTM D975, D396, or other equivalent standard approved by the IRS. The mixture was sold by the claimant to any person for use as a fuel or was used as a fuel by the claimant. Claimant has attached the Certificate for Biodiesel and, if applicable, the Statement of Biodiesel Reseller, both of which have been edited as discussed in the Instructions for Form 4136. See the instructions for line 10 for information about renewable diesel used in aviation.

| | (b) Rate | (c) Gallons of biodiesel or renewable diesel | (d) Amount of credit | (e) CRN |
|--|----------|--|----------------------|---------|
| a Biodiesel (other than agri-biodiesel) mixtures | \$1.00 | | \$ | 388 |
| b Agri-biodiesel mixtures | \$1.00 | | | 390 |
| c Renewable diesel mixtures | \$1.00 | | | 307 |

11 Nontaxable Use of Alternative Fuel

Caution. There is a reduced credit rate for use in certain intercity and local buses (type of use 5) (see instructions).

| | (a) Type of use | (b) Rate | (c) Gallons or gasoline gallon equivalents (GGE) | (d) Amount of credit | (e) CRN |
|--|-----------------|----------|--|----------------------|---------|
| a Liquefied petroleum gas (LPG) | | \$.183 | | \$ | 419 |
| b "P Series" fuels | | .183 | | | 420 |
| c Compressed natural gas (CNG) (GGE = 126.67 cu. ft.) | | .183 | | | 421 |
| d Liquefied hydrogen | | .183 | | | 422 |
| e Fischer-Tropsch process liquid fuel from coal (including peat) | | .243 | | | 423 |
| f Liquid fuel derived from biomass | | .243 | | | 424 |
| g Liquefied natural gas (LNG) | | .243 | | | 425 |
| h Liquefied gas derived from biomass | | .183 | | | 435 |

12 Alternative Fuel Credit

Registration No. ►

| | (b) Rate | (c) Gallons or gasoline gallon equivalents (GGE) | (d) Amount of credit | (e) CRN |
|--|----------|--|----------------------|---------|
| a Liquefied petroleum gas (LPG) | \$.50 | | \$ | 426 |
| b "P Series" fuels | .50 | | | 427 |
| c Compressed natural gas (CNG) (GGE = 121 cu. ft.) | .50 | | | 428 |
| d Liquefied hydrogen | .50 | | | 429 |
| e Fischer-Tropsch process liquid fuel from coal (including peat) | .50 | | | 430 |
| f Liquid fuel derived from biomass | .50 | | | 431 |
| g Liquefied natural gas (LNG) | .50 | | | 432 |
| h Liquefied gas derived from biomass | .50 | | | 436 |
| i Compressed gas derived from biomass (GGE = 121 cu. ft.) | .50 | | | 437 |

13 Registered Credit Card Issuers

Registration No. ►

| | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|---|----------|-------------|----------------------|---------|
| a Diesel fuel sold for the exclusive use of a state or local government | \$.243 | | \$ | 360 |
| b Kerosene sold for the exclusive use of a state or local government | .243 | | | 346 |
| c Kerosene for use in aviation sold for the exclusive use of a state or local government taxed at \$.219 | .218 | | | 369 |

14 Nontaxable Use of a Diesel-Water Fuel Emulsion

Caution. There is a reduced credit rate for use in certain intercity and local buses (type of use 5) (see instructions).

| | (a) Type of use | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|-------------------------|-----------------|----------|-------------|----------------------|---------|
| a Nontaxable use | | \$.197 | | \$ | 309 |
| b Exported | | .198 | | | 306 |

15 Diesel-Water Fuel Emulsion Blending

Registration No. ►

| | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|----------------|----------|-------------|----------------------|---------|
| Blender credit | \$.046 | | \$ | 310 |

16 Exported Dyed Fuels and Exported Gasoline Blendstocks

| | (b) Rate | (c) Gallons | (d) Amount of credit | (e) CRN |
|--|----------|-------------|----------------------|---------|
| a Exported dyed diesel fuel and exported gasoline blendstocks taxed at \$.001 | \$.001 | | \$ | 415 |
| b Exported dyed kerosene | .001 | | | 416 |

17 Total income tax credit claimed. Add lines 1 through 16, column (d). Enter here and on Form 1040, line 70; Form 1120, Schedule J, line 19b; Form 1120S, line 23c; Form 1041, line 24g; or the proper line of other returns. ►

17 \$ 7,107

Form 4136 (2013)

Form **4562**

Depreciation and Amortization (Including Information on Listed Property)

OMB No. 1545-0172

2013Department of the Treasury
Internal Revenue Service (99)

▶ See separate instructions.

▶ Attach to your tax return.

Attachment
Sequence No. **179**

Name(s) shown on return

AG AIR, LLC

Identifying number

Business or activity to which this form relates

COST OF GOODS SOLD**Part I Election To Expense Certain Property Under Section 179****Note:** If you have any listed property, complete Part V before you complete Part I.

| | | | |
|----|---|------------------------------|------------------|
| 1 | Maximum amount (see instructions) | 1 | 500,000 |
| 2 | Total cost of section 179 property placed in service (see instructions) | 2 | |
| 3 | Threshold cost of section 179 property before reduction in limitation (see instructions) | 3 | 2,000,000 |
| 4 | Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0- | 4 | |
| 5 | Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions | 5 | |
| 6 | (a) Description of property | (b) Cost (business use only) | (c) Elected cost |
| 7 | Listed property. Enter the amount from line 29 | 7 | |
| 8 | Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7 | 8 | |
| 9 | Tentative deduction. Enter the smaller of line 5 or line 8 | 9 | |
| 10 | Carryover of disallowed deduction from line 13 of your 2012 Form 4562 | 10 | |
| 11 | Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions) | 11 | |
| 12 | Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11 | 12 | |
| 13 | Carryover of disallowed deduction to 2014. Add lines 9 and 10, less line 12 | 13 | |

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)**

| | | | |
|----|---|----|--|
| 14 | Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions) | 14 | |
| 15 | Property subject to section 168(f)(1) election | 15 | |
| 16 | Other depreciation (including ACRS) | 16 | |

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)**Section A**

| | | | |
|----|---|----|----------------|
| 17 | MACRS deductions for assets placed in service in tax years beginning before 2013 | 17 | 241,479 |
| 18 | If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here | | |

Section B—Assets Placed in Service During 2013 Tax Year Using the General Depreciation System

| (a) Classification of property | (b) Month and year placed in service | (c) Basis for depreciation (business/investment use only—see instructions) | (d) Recovery period | (e) Convention | (f) Method | (g) Depreciation deduction |
|--------------------------------|--------------------------------------|--|---------------------|----------------|--------------|----------------------------|
| 19a 3-year property | | 71,654 | 5.0 | HY | 200DB | 14,331 |
| b 5-year property | | | | | | |
| c 7-year property | | | | | | |
| d 10-year property | | | | | | |
| e 15-year property | | | | | | |
| f 20-year property | | | | | | |
| g 25-year property | | | 25 yrs. | | S/L | |
| h Residential rental property | | | 27.5 yrs. | MM | S/L | |
| i Nonresidential real property | | | 39 yrs. | MM | S/L | |

Section C—Assets Placed in Service During 2013 Tax Year Using the Alternative Depreciation System

| | | | | | |
|----------------|--|--|---------|-----|-----|
| 20a Class life | | | | S/L | |
| b 12-year | | | 12 yrs. | S/L | |
| c 40-year | | | 40 yrs. | MM | S/L |

Part IV Summary (See instructions.)

| | | | |
|----|--|----|----------------|
| 21 | Listed property. Enter amount from line 28 | 21 | |
| 22 | Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations—see instructions | 22 | 255,810 |
| 23 | For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs | 23 | |

For Paperwork Reduction Act Notice, see separate instructions.

Form **4562** (2013)**THERE ARE NO AMOUNTS FOR PAGE 2**

DAA

Form **4797**

Sales of Business Property
(Also Involuntary Conversions and Recapture Amounts
Under Sections 179 and 280F(b)(2))

OMB No. 1545-0184

2013Department of the Treasury
Internal Revenue Service

▶ Attach to your tax return.

▶ Information about Form 4797 and its separate instructions is at www.irs.gov/form4797.Attachment
Sequence No. **27**

Name(s) shown on return

Identifying number

AG AIR, LLC

1 Enter the gross proceeds from sales or exchanges reported to you for 2013 on Form(s) 1099-B or 1099-S (or substitute statement) that you are including on line 2, 10, or 20 (see instructions) **1**

Part I Sales or Exchanges of Property Used in a Trade or Business and Involuntary Conversions From Other Than Casualty or Theft—Most Property Held More Than 1 Year (see instructions)

| 2 (a) Description of property | (b) Date acquired (mo., day, yr.) | (c) Date sold (mo., day, yr.) | (d) Gross sales price | (e) Depreciation allowed or allowable since acquisition | (f) Cost or other basis, plus improvements and expense of sale | (g) Gain or (loss) Subtract (f) from the sum of (d) and (e) |
|--|-----------------------------------|-------------------------------|-----------------------|---|--|---|
| 2004 CHEVY SILVERADO | | | | | | |
| VARIOUS | 05/01/13 | | 6,440 | 15,048 | 21,810 | -322 |
| 2006 FORD TRUCK - SPRDTR F350 CREW CAB #112 | | | | | | |
| 06/28/11 | 05/01/13 | | 11,000 | 18,836 | 30,578 | -742 |
| 3 Gain, if any, from Form 4684, line 39 | | | | | | 3 |
| 4 Section 1231 gain from installment sales from Form 6252, line 26 or 37 | | | | | | 4 |
| 5 Section 1231 gain or (loss) from like-kind exchanges from Form 8824 | | | | | | 5 |
| 6 Gain, if any, from line 32, from other than casualty or theft | | | | | | 6 |
| 7 Combine lines 2 through 6. Enter the gain or (loss) here and on the appropriate line as follows: | | | | | | 7 -1,064 |
| Partnerships (except electing large partnerships) and S corporations. Report the gain or (loss) following the instructions for Form 1065, Schedule K, line 10, or Form 1120S, Schedule K, line 9. Skip lines 8, 9, 11, and 12 below. | | | | | | |
| Individuals, partners, S corporation shareholders, and all others. If line 7 is zero or a loss, enter the amount from line 7 on line 11 below and skip lines 8 and 9. If line 7 is a gain and you did not have any prior year section 1231 losses, or they were recaptured in an earlier year, enter the gain from line 7 as a long-term capital gain on the Schedule D filed with your return and skip lines 8, 9, 11, and 12 below. | | | | | | |
| 8 Nonrecaptured net section 1231 losses from prior years (see instructions) | | | | | | 8 |
| 9 Subtract line 8 from line 7. If zero or less, enter -0-. If line 9 is zero, enter the gain from line 7 on line 12 below. If line 9 is more than zero, enter the amount from line 8 on line 12 below and enter the gain from line 9 as a long-term capital gain on the Schedule D filed with your return (see instructions) | | | | | | 9 |

Part II Ordinary Gains and Losses (see instructions)

| | | | | | | |
|--|--|--|--|--|--|--------------------------|
| 10 Ordinary gains and losses not included on lines 11 through 16 (include property held 1 year or less): | | | | | | |
| | | | | | | |
| | | | | | | |
| 11 Loss, if any, from line 7 | | | | | | 11 () |
| 12 Gain, if any, from line 7 or amount from line 8, if applicable | | | | | | 12 |
| 13 Gain, if any, from line 31 | | | | | | 13 139,383 |
| 14 Net gain or (loss) from Form 4684, lines 31 and 38a | | | | | | 14 |
| 15 Ordinary gain from installment sales from Form 6252, line 25 or 36 | | | | | | 15 |
| 16 Ordinary gain or (loss) from like-kind exchanges from Form 8824 | | | | | | 16 |
| 17 Combine lines 10 through 16 | | | | | | 17 139,383 |
| 18 For all except individual returns, enter the amount from line 17 on the appropriate line of your return and skip lines a and b below. For individual returns, complete lines a and b below: | | | | | | |
| a If the loss on line 11 includes a loss from Form 4684, line 35, column (b)(ii), enter that part of the loss here. Enter the part of the loss from income-producing property on Schedule A (Form 1040), line 28, and the part of the loss from property used as an employee on Schedule A (Form 1040), line 23. Identify as from "Form 4797, line 18a." See instructions | | | | | | 18a |
| b Redetermine the gain or (loss) on line 17 excluding the loss, if any, on line 18a. Enter here and on Form 1040, line 14 | | | | | | 18b |

For Paperwork Reduction Act Notice, see separate instructions.

Form **4797** (2013)

Form 4797 (2013) AG AIR, LLC

Page 2

Part III Gain From Disposition of Property Under Sections 1245, 1250, 1252, 1254, and 1255
(see instructions)

| 19 (a) Description of section 1245, 1250, 1252, 1254, or 1255 property: | | (b) Date acquired (mo., day, yr.) | (c) Date sold (mo., day, yr.) |
|---|---|--------------------------------------|----------------------------------|
| A | FORD F350 4 DOOR UTILITY | VARIOUS | 05/01/13 |
| B | BELL/SOLOY HELICOPTER | VARIOUS | 01/17/13 |
| C | | | |
| D | | | |
| These columns relate to the properties on lines 19A through 19D. ► | | Property A | Property B |
| 20 | Gross sales price (Note: See line 1 before completing.) | 20 3,715 | 150,000 |
| 21 | Cost or other basis plus expense of sale | 21 7,695 | 469,302 |
| 22 | Depreciation (or depletion) allowed or allowable | 22 6,506 | 456,159 |
| 23 | Adjusted basis. Subtract line 22 from line 21 | 23 1,189 | 13,143 |
| 24 | Total gain. Subtract line 23 from line 20 | 24 2,526 | 136,857 |
| 25 | If section 1245 property: | | |
| a | Depreciation allowed or allowable from line 22 | 25a 6,506 | 456,159 |
| b | Enter the smaller of line 24 or 25a | 25b 2,526 | 136,857 |
| 26 | If section 1250 property: If straight line depreciation was used, enter -0- on line 26g, except for a corporation subject to section 291. | | |
| a | Additional depreciation after 1975 (see instructions) | 26a | |
| b | Applicable percentage multiplied by the smaller of line 24 or line 26a (see instructions) | 26b | |
| c | Subtract line 26a from line 24. If residential rental property or line 24 is not more than line 26a, skip lines 26d and 26e | 26c | |
| d | Additional depreciation after 1969 and before 1976 | 26d | |
| e | Enter the smaller of line 26c or 26d | 26e | |
| f | Section 291 amount (corporations only) | 26f | |
| g | Add lines 26b, 26e, and 26f | 26g | |
| 27 | If section 1252 property: Skip this section if you did not dispose of farmland or if this form is being completed for a partnership (other than an electing large partnership). | | |
| a | Soil, water, and land clearing expenses | 27a | |
| b | Line 27a multiplied by applicable percentage (see instructions) | 27b | |
| c | Enter the smaller of line 24 or 27b | 27c | |
| 28 | If section 1254 property: | | |
| a | Intangible drilling and development costs, expenditures for development of mines and other natural deposits, mining exploration costs, and depletion (see instructions) | 28a | |
| b | Enter the smaller of line 24 or 28a | 28b | |
| 29 | If section 1255 property: | | |
| a | Applicable percentage of payments excluded from income under section 126 (see instructions) | 29a | |
| b | Enter the smaller of line 24 or 29a (see instructions) | 29b | |

Summary of Part III Gains. Complete property columns A through D through line 29b before going to line 30.

| | | | |
|----|---|----|---------|
| 30 | Total gains for all properties. Add property columns A through D, line 24 | 30 | 139,383 |
| 31 | Add property columns A through D, lines 25b, 26g, 27c, 28b, and 29b. Enter here and on line 13 | 31 | 139,383 |
| 32 | Subtract line 31 from line 30. Enter the portion from casualty or theft on Form 4684, line 33. Enter the portion from other than casualty or theft on Form 4797, line 6 | 32 | 0 |

Part IV Recapture Amounts Under Sections 179 and 280F(b)(2) When Business Use Drops to 50% or Less
(see instructions)

| | (a) Section 179 | (b) Section 280F(b)(2) |
|--|--------------------|---------------------------|
| 33 Section 179 expense deduction or depreciation allowable in prior years | 33 | |
| 34 Recomputed depreciation (see instructions) | 34 | |
| 35 Recapture amount. Subtract line 34 from line 33. See the instructions for where to report | 35 | |

Federal Statements

FYE: 12/31/2013

Statement 1 - Form 1065, Page 1, Line 7 - Other Income (Loss)

| Description | Amount |
|--------------|----------|
| OTHER INCOME | \$ 2,627 |
| TOTAL | \$ 2,627 |

Statement 2 - Form 1065, Page 1, Line 15 - Interest

| Description | Amount |
|---------------------|-----------|
| DEDUCTIBLE INTEREST | \$ |
| INTEREST EXPENSE | 63,825 |
| TOTAL | \$ 63,825 |

Statement 3 - Form 1065, Page 1, Line 20 - Other Deductions

| Description | Amount |
|------------------------------|------------|
| ADVERTISING | \$ 2,487 |
| COMMUNICATIONS | 1,490 |
| COMPUTER EXPENSE | 2,035 |
| EQUIPMENT RENTAL | 3,072 |
| FREIGHT AND TRUCKING | 3,763 |
| GAS/OIL | 7,737 |
| INSURANCE - LIABILITY | 16,225 |
| MANAGEMENT FEES | 94,174 |
| POSTAGE | 1,412 |
| PROFESSIONAL FEES - LEGAL | 52,335 |
| SERVICE CHARGE | 9,248 |
| SUPPLIES | 2,613 |
| TRAVEL | 6,509 |
| UTILITIES | 15,671 |
| VEHICLE REGISTRATION | 3,050 |
| SUBCONTRACTORS | 11,739 |
| MISCELLANEOUS | 440 |
| VENDOR SERVICE CHARGES | 48,499 |
| PROFESSIONAL FEES ACCOUNTING | 65,310 |
| MEALS AND ENTERTAIN (50%) | 168 |
| AMORTIZATION | 813 |
| TOTAL | \$ 348,790 |

Statement 4 - Form 1065, Schedule K, Line 13d - Other Deductions

| Description | Amount |
|-------------------------------|-----------|
| HEALTH INSURANCE FOR PARTNERS | \$ 10,067 |
| TOTAL | \$ 10,067 |

Federal Statements

FYE: 12/31/2013

Statement 5 - Form 1065, Schedule K, Line 18c - Nondeductible Expenses

| Description | Amount |
|---------------------------------------|-----------------|
| NONDEDUCTIBLE MEALS AND ENTERTAINMENT | \$ 168 |
| FINES & PENALTIES | 1,447 |
| TOTAL | <u>\$ 1,615</u> |

Statement 6 - Form 1065, Schedule L, Line 6 - Other Current Assets

| Description | Beginning of Year | End of Year |
|-------------------|----------------------|-----------------|
| EMPLOYEE ADVANCES | \$ 200 | \$ |
| PREPAID EXPENSES | 644 | |
| SUPPLIES ON HAND | 9,711 | 6,469 |
| TOTAL | <u>\$ 10,555</u> | <u>\$ 6,469</u> |

Statement 7 - Form 1065, Schedule L, Line 13 - Other Assets

| Description | Beginning of Year | End of Year |
|------------------|----------------------|------------------|
| BID DEPOSITS | \$ 39,817 | \$ 19,908 |
| LOANS TO MEMBERS | 50,000 | 50,000 |
| TOTAL | <u>\$ 89,817</u> | <u>\$ 69,908</u> |

Statement 8 - Form 1065, Schedule L, Line 17 - Other Current Liabilities

| Description | Beginning of Year | End of Year |
|-------------------------|----------------------|-------------------|
| CREDIT CARD PAYABLE | \$ 64,677 | \$ 23,292 |
| EQUIPMENT LOAN | 17,658 | |
| LOAN FROM MEMBERS | 134,593 | 165,181 |
| LOAN FROM RELATED PARTY | 1,500 | 1,500 |
| PAYROLL TAX WITHHELD | 12,964 | 6,213 |
| CUSTOMER DEPOSITS | | 45,018 |
| TOTAL | <u>\$ 231,392</u> | <u>\$ 241,204</u> |

Statement 9 - Form 1065, Schedule M-1, Line 4 - Expenses Recorded on Books, Not on Sch K

| Description | Amount |
|-------------------|-----------------|
| FINES & PENALTIES | \$ 1,447 |
| TOTAL | <u>\$ 1,447</u> |

FYE: 12/31/2013

Statement 10 - Form 1125-A, Line 5 - Other Costs

| Description | Amount |
|--------------------------|--------------|
| LEASING AIRCRAFT | \$ 451,353 |
| FUEL | 177,810 |
| VEHICLE/EQUIP INSURANCE | 9,475 |
| HELICOPTER INSURANCE | 73,711 |
| REPAIRS & MAINTENANCE | 34,856 |
| LICENSES & REGISTRATIONS | 19,761 |
| INDIRECT EXPENSES | 103,495 |
| HELICOPTER R & M | 32,752 |
| SALARIES GROUND CREW | 75,647 |
| SALARIES MECHANICS | 57,115 |
| BOND EXPENSE | 19,908 |
| DEPRECIATION | 255,810 |
| TOTAL | \$ 1,311,693 |

| | | | |
|--|---|---|--------------------------------|
| Form 1065 | Schedule K-1 Percentages Summary Worksheet | | 2013 |
| Partnership Name AG AIR, LLC | | For calendar year 2013, or tax year beginning , and ending | Employer Identification Number |

| Partner Number | Partner Name | Profit | | Loss | | Capital | |
|-------------------|------------------------|-----------|-----------|-----------|-----------|-----------|-----------|
| | | Beginning | Ending | Beginning | Ending | Beginning | Ending |
| 1 | FRED R STRATHMEYER | 3.330000 | 3.330000 | 3.330000 | 3.330000 | 3.330000 | 3.330000 |
| 2 | GERRIT J STRATHMEYER | 3.330000 | 3.330000 | 3.330000 | 3.330000 | 3.330000 | 3.330000 |
| 3 | ROBIN A GROSS | 51.330000 | 51.330000 | 51.330000 | 51.330000 | 51.330000 | 51.330000 |
| 4 | C. TIMOTHY STRATHMEYER | 3.330000 | 3.330000 | 3.330000 | 3.330000 | 3.330000 | 3.330000 |
| 5 | BRIAN S STRATHMEYER | 35.350000 | 35.350000 | 35.350000 | 35.350000 | 35.350000 | 35.350000 |
| 6 | DANIEL J RILEY | 3.330000 | 3.330000 | 3.330000 | 3.330000 | 3.330000 | 3.330000 |

Form **1065****Reconciliation of Partners' Capital Accounts Worksheet****2013**

Partnership Name

For calendar year 2013, or tax year beginning

, and ending

Employer Identification Number

AG AIR, LLC

| Partner Number | Partner Name | Beginning Capital | Capital Contributed | Lines 3, 4, & 7 Schedule M-2 | Withdrawals & Distributions | Ending Capital |
|----------------|------------------------|-------------------|---------------------|---------------------------------|--------------------------------|----------------|
| 1 | FRED R STRATHMEYER | -110,985 | 0 | -6,626 | 0 | -117,611 |
| 2 | GERRIT J STRATHMEYER | -110,950 | 0 | -6,626 | 0 | -117,576 |
| 3 | ROBIN A GROSS | -110,958 | 100,000 | -102,135 | 0 | -113,093 |
| 4 | C. TIMOTHY STRATHMEYER | -110,951 | 0 | -6,627 | 0 | -117,578 |
| 5 | BRIAN S STRATHMEYER | -110,951 | 54,000 | -70,339 | 0 | -127,290 |
| 6 | DANIEL J RILEY | -71,446 | 0 | -6,626 | 0 | -78,072 |

Total this page
Total all pages-626,241
-626,241154,000
154,000-198,979
-198,9790
0-671,220
-671,220

Federal Statements

FYE: 12/31/2013

Form 1065. Page 1. Line 11 - Repairs and Maintenance

| Description | Amount |
|-------------------------|-----------|
| REPAIRS AND MAINTENANCE | \$ 17,214 |
| TOTAL | \$ 17,214 |

Form 1065. Page 1. Line 14 - Taxes

| Description | Amount |
|-------------------------------|-----------|
| PAYROLL EXPENSE - ADMINISTRAT | \$ 6,231 |
| PAYROLL EXPENSE: ACCRUED MEDI | 1,664 |
| TAXES- CORPORATE INCOME TAXES | 6,517 |
| TOTAL | \$ 14,412 |

Form 1065. Schedule L. Line 1 - Cash

| Description | Beginning of Year | End of Year |
|---------------------|----------------------|----------------|
| CASH | \$ 24,067 | \$ 39,095 |
| ROUNDING ADJUSTMENT | | -2 |
| TOTAL | \$ 24,067 | \$ 39,093 |

Form 1065. Schedule L. Line 9a - Buildings and Other Depreciable Assets

| Description | Beginning of Year | End of Year |
|--------------------|----------------------|----------------|
| DEPRECIABLE ASSETS | \$ 2,104,566 | \$ 1,646,505 |
| TOTAL | \$ 2,104,566 | \$ 1,646,505 |

Form 1065. Schedule L. Line 9b - Accumulated Depreciation

| Description | Beginning of Year | End of Year |
|--------------------------|----------------------|----------------|
| ACCUMULATED DEPRECIATION | \$ 1,542,686 | \$ 276,806 |
| A/D - AUTO & TRUCKS | | 4,324 |
| A/D - OFFICE EQUIPMENT | | 6,107 |
| A/D - LAND IMPROVEMENTS | | 71,887 |
| A/D - TRAILERS | | 944,461 |
| A/D - HELICOPTERS | | |
| TOTAL | \$ 1,542,686 | \$ 1,303,585 |

Federal Statements

FYE: 12/31/2013

Form 1065, Schedule L, Line 12a - Intangible Assets

| Description | Beginning of Year | End of Year |
|-------------------|----------------------|----------------|
| INTANGIBLE ASSETS | \$ 4,875 | \$ 4,875 |
| TOTAL | \$ 4,875 | \$ 4,875 |

Form 1065, Schedule L, Line 12b - Accumulated Amortization

| Description | Beginning of Year | End of Year |
|--------------------------|----------------------|----------------|
| ACCUMULATED AMORTIZATION | \$ 928 | \$ |
| A/A - LOAN FEES | | 1,741 |
| TOTAL | \$ 928 | \$ 1,741 |

Form 1065, Schedule L, Line 16 - Mortgage, Notes, Bonds Payable Less Than 1 Yr

| Description | Beginning of Year | End of Year |
|------------------------------|----------------------|----------------|
| MORT., NOTE, LESS THAN 1 YR. | \$ 172,676 | \$ 239,818 |
| TOTAL | \$ 172,676 | \$ 239,818 |

Form 1065, Schedule L, Line 19b - Mortgage, Notes, Bonds Payable in 1 Yr or More

| Description | Beginning of Year | End of Year |
|------------------------------|----------------------|----------------|
| MORT., NOTE, MORE THAN 1 YR. | \$ 912,439 | \$ 651,722 |
| TOTAL | \$ 912,439 | \$ 651,722 |

Form 1125-A, Line 3 - Cost of Labor

| Description | Amount |
|---------------|------------|
| COST OF LABOR | \$ 301,530 |
| TOTAL | \$ 301,530 |

Federal Asset Report

Form 1065, Page 1

FYE: 12/31/2013

| Asset | Description | Date In Service | Cost | Bus % | Sec 179 Bonus | Basis for Depr | Per Conv Meth | Prior | Current |
|---|---------------------------------|--------------------|---------------|----------|------------------|-------------------|---------------|--------------|--------------|
| Prior MACRS: | | | | | | | | | |
| 1 | DUTCH SHED | 6/06/08 | 1,590 | | | 1,590 | 39 MMS/L | 185 | 41 |
| 2 | HANGAR IMPROVEMENTS | 6/30/08 | 21,948 | | | 21,948 | 39 MMS/L | 2,556 | 563 |
| 3 | ELECTRIC FOR HANGER #31 | 8/13/08 | 7,330 | | | 7,330 | 39 MMS/L | 822 | 188 |
| 4 | OFFICE TRAILER | 11/12/08 | 2,151 | | | 2,151 | 39 MMS/L | 227 | 55 |
| 5 | MISCELLANEOUS OFFICE EQUIPMEN | 10/27/08 | 2,000 | | X | 1,000 | 7 HY 200DB | 1,554 | 178 |
| 6 | OFFICE TRAILER IMPROVEMENTS - N | 1/23/09 | 4,015 | | | 4,015 | 39 MMS/L | 408 | 103 |
| 7 | HANGER IMPROVEMENTS- METER PI | 6/01/09 | 5,258 | | | 5,258 | 39 MMS/L | 478 | 135 |
| 8 | 2006 LAKESIDE OFFICE TRAILER | 11/02/12 | 12,000 | | | 12,000 | 39 MMS/L | 39 | 308 |
| 9 | VOSTRO 1250 COMPUTER | 4/05/10 | 528 | | X | 264 | 5 HY 200DB | 376 | 61 |
| 51 | QUICKBOOKS | 2/21/08 | 2,034 | | X | 1,017 | 3 HY 200DB | 2,034 | 0 |
| | | | <u>58,854</u> | | | <u>56,573</u> | | <u>8,679</u> | <u>1,632</u> |
| Amortization: | | | | | | | | | |
| 110 | Loan Acquisition Costs | 1/01/11 | 4,875 | | | 4,875 | 6 MOAmort | 928 | 813 |
| | | | <u>4,875</u> | | | <u>4,875</u> | | <u>928</u> | <u>813</u> |
| Grand Totals | | | 63,729 | | | 61,448 | | 9,607 | 2,445 |
| Less: Dispositions and Transfers | | | 0 | | | 0 | | 0 | 0 |
| Less: Start-up/Org Expense | | | 0 | | | 0 | | 0 | 0 |
| Net Grand Totals | | | <u>63,729</u> | | | <u>61,448</u> | | <u>9,607</u> | <u>2,445</u> |

Federal Asset Report

Cost of Goods Sold

FYE: 12/31/2013

| Asset | Description | Date In Service | Cost | Bus % | Sec 179 | Bonus | Basis for Depr | Per Conv Meth | Prior | Current |
|-----------------------------|---|--------------------|---------------|----------|------------|-------|-------------------|---------------|----------|---------------|
| 5-year GDS Property: | | | | | | | | | | |
| 110 | #108 - 2004 Ford F350 Transmission | 5/30/13 | 5,645 | | | | 5,645 | 5 HY 200DB | 0 | 1,129 |
| 111 | N16979 - (2) TT Straps | 3/11/13 | 7,192 | | | | 7,192 | 5 HY 200DB | 0 | 1,438 |
| 112 | N16979 Gearbox Assembly | 3/19/13 | 11,911 | | | | 11,911 | 5 HY 200DB | 0 | 2,382 |
| 114 | N16979 - Turbine | 8/09/13 | 15,865 | | | | 15,865 | 5 HY 200DB | 0 | 3,173 |
| 115 | #T105 - Vectobac Storage Trailer | 4/12/13 | 5,000 | | | | 5,000 | 5 HY 200DB | 0 | 1,000 |
| 116 | #T105 - Agitator Motors and Shaft Assembl | 4/24/13 | 4,913 | | | | 4,913 | 5 HY 200DB | 0 | 983 |
| 117 | HP Probook 4540s Notebook | 5/02/13 | 608 | | | | 608 | 5 HY 200DB | 0 | 122 |
| 118 | N16979 - Tail Rotor Blade | 5/07/13 | 19,020 | | | | 19,020 | 5 HY 200DB | 0 | 3,804 |
| 119 | #T123 - 2002 Bonanza Chemical Trailer | 5/29/13 | 1,500 | | | | 1,500 | 5 HY 200DB | 0 | 300 |
| | | | <u>71,654</u> | | | | <u>71,654</u> | | <u>0</u> | <u>14,331</u> |
| Prior MACRS: | | | | | | | | | | |
| 10 | 1995 INTERNATIONAL TRUCK & ACCI | 3/28/04 | 19,575 | | | X | 9,787 | 5 HY 200DB | 19,575 | 0 |
| 11 | MIXING TANK & HYDRAULICS FOR TI | 3/28/04 | 32,000 | | | X | 16,000 | 5 HY 200DB | 32,000 | 0 |
| 12 | REPAIRS TO 1195 INTERNATIONAL TR | 9/17/07 | 11,751 | | | | 11,751 | 5 HY 200DB | 11,751 | 0 |
| 13 | REPAIRS TO 1995 INTERNATIONAL TR | 9/17/07 | 4,002 | | | | 4,002 | 5 HY 200DB | 4,002 | 0 |
| 14 | 2004 FORD TRUCK F350 4 DOOR CREW | 5/02/08 | 19,997 | | | X | 9,998 | 5 HY 200DB | 18,845 | 1,152 |
| 15 | 1987 FREIGHTLINER GROUND TRUCK | 2/02/08 | 60,000 | | | X | 30,000 | 5 HY 200DB | 56,544 | 3,456 |
| 16 | 2004 MITSUBISHI ENDEAVOR LS 4 DO | 1/05/08 | 13,682 | | | X | 6,841 | 5 HY 200DB | 12,894 | 788 |
| 17 | 2005 CHEVROLET 1 TON EXT CAB PIC | 1/07/08 | 19,825 | | | X | 9,912 | 5 HY 200DB | 18,683 | 1,142 |
| 18 | (8) MICRONAIRS AU5000 AND PARTS | 1/01/08 | 10,000 | | | X | 5,000 | 5 HY 200DB | 9,424 | 576 |
| 19 | (63) ACCU-FLO SIZE .028 DOUBLE ROW | 1/01/08 | 3,000 | | | X | 1,500 | 5 HY 200DB | 2,827 | 173 |
| 20 | (62) ACCU-FLO SIZ 0.47 SINGLE ROW | 1/01/08 | 3,200 | | | X | 1,600 | 5 HY 200DB | 3,016 | 184 |
| 21 | (2) BECOMIST UNITS W/SPRAY BOOM | 1/01/08 | 3,600 | | | X | 1,800 | 5 HY 200DB | 3,393 | 207 |
| 22 | SS FLOW MAX #15 PUMP 3 & DRIVE | 1/01/08 | 6,800 | | | X | 3,400 | 5 HY 200DB | 6,408 | 392 |
| 23 | (2) 100 GAL ALUMINUM FUEL TANK V | 1/01/08 | 1,200 | | | X | 600 | 5 HY 200DB | 1,131 | 69 |
| 24 | 100 GAL ALUMINUM FUEL TANK COM | 1/01/08 | 600 | | | X | 300 | 5 HY 200DB | 565 | 35 |
| 25 | CROP HAWK EQUIPMENT, TIMERS, SF | 1/01/08 | 2,000 | | | X | 1,000 | 5 HY 200DB | 1,885 | 115 |
| 26 | SPRAY GEAR PURCHASED FROM CAS | 1/09/08 | 14,006 | | | X | 7,003 | 5 HY 200DB | 13,199 | 807 |
| 27 | SIMPLEX 4900 SPRAY TANK 145 GAL F | 1/01/08 | 17,500 | | | X | 8,750 | 5 HY 200DB | 16,492 | 1,008 |
| 28 | SIMPLEX SEEDING GEAR FOR JET RA | 1/01/08 | 16,000 | | | X | 8,000 | 5 HY 200DB | 15,078 | 922 |
| 29 | 2003 MGS GOOSENECK HELICOPTER 1 | 1/01/08 | 16,100 | | | X | 8,050 | 5 HY 200DB | 15,173 | 927 |
| 30 | 2003 FORD F350 4 DOOR UTILITY #109 | 7/17/08 | 4,600 | | | X | 2,300 | 5 HY 200DB | 4,335 | 265 |
| | Mass Sale: 5/01/13 | | | | | | | | | |
| 31 | STARTER GENERATOR FOR JET RANC | 7/21/08 | 3,650 | | | X | 1,825 | 5 HY 200DB | 3,440 | 210 |
| 32 | FUEL PUMP FOR JET RANGER N16979 | 7/29/08 | 1,953 | | | X | 976 | 5 HY 200DB | 1,840 | 113 |
| 33 | AIRCRAFT RADIO FOR JET RANGER N | 4/07/08 | 650 | | | X | 325 | 5 HY 200DB | 613 | 37 |
| 34 | SPRAY EQUIPMENT FOR JET RANGER | 2/24/08 | 1,500 | | | X | 750 | 5 HY 200DB | 1,414 | 86 |
| 35 | SOLOY N48316 HELICOPTER | 2/29/08 | 236,380 | | | X | 118,190 | 5 HY 200DB | 222,765 | 13,615 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 36 | SPRAY EQUIPMENT FOR SOLOY N483 | 2/24/08 | 1,500 | | | X | 750 | 5 HY 200DB | 1,414 | 86 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 37 | AG-NAV GPS SYSTEM FOR SOLOY N4 | 4/09/08 | 11,553 | | | X | 5,776 | 5 HY 200DB | 10,887 | 666 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 38 | SPRAY GEAR FROM COASTAL HELIC | 4/17/08 | 13,597 | | | X | 6,798 | 5 HY 200DB | 12,814 | 783 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 39 | OVERHAULED ENGINE TO REPLACE C | 6/30/08 | 70,000 | | | X | 35,000 | 5 HY 200DB | 65,968 | 4,032 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 40 | NEW TRANSMISSION FOR SOLOY N48 | 7/29/08 | 23,122 | | | X | 11,561 | 5 HY 200DB | 21,790 | 1,332 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 41 | PRESSURE SWITCH, FILTER ASSY FOR | 8/08/08 | 3,135 | | | X | 1,567 | 5 HY 200DB | 2,954 | 181 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 42 | PARTICLE SEPARATOR FOR SOLOY N | 12/17/08 | 5,500 | | | X | 2,750 | 5 HY 200DB | 5,183 | 317 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 43 | LOWER GEAR BOX FOR TRANSMISSIC | 12/17/08 | 11,863 | | | X | 5,931 | 5 HY 200DB | 11,180 | 683 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 44 | SPRAY BOOM- SOLOY N48316 | 9/04/08 | 8,196 | | | X | 4,098 | 5 HY 200DB | 7,724 | 472 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 45 | AIRCRAFT RADIO FOR SOLOY N48316 | 4/07/08 | 650 | | | X | 325 | 5 HY 200DB | 613 | 37 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 46 | CASE AND VANE ASSEMBLY, OVERH | 6/16/08 | 4,909 | | | X | 2,454 | 5 HY 200DB | 4,626 | 283 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 47 | HELICOPTER REPAIRS-EAST COAST H | 6/14/08 | 9,860 | | | X | 4,930 | 5 HY 200DB | 9,292 | 568 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 48 | STARTER GENERATOR FOR SOLOY N | 7/21/08 | 1,314 | | | X | 657 | 5 HY 200DB | 1,238 | 76 |
| | Mass Sale: 1/17/13 | | | | | | | | | |
| 49 | FUEL PUMP FOR SOLOY N48316 | 4/09/08 | 3,175 | | | X | 1,587 | 5 HY 200DB | 2,992 | 183 |

Federal Asset Report

Cost of Goods Sold

FYE: 12/31/2013

| Asset | Description | Date In Service | Cost | Bus % | Sec 179 | Bonus | Basis for Depr | Per Conv Meth | Prior | Current |
|-------|--|--------------------|---------|----------|------------|-------|-------------------|---------------|---------|---------|
| 50 | Mass Sale: 1/17/13 HELICOPTER EQUIPMENT FOR SOLOY | 4/09/08 | 6,109 | | | X | 3,054 | 5 HY 200DB | 5,757 | 352 |
| 52 | Mass Sale: 1/17/13 SPECIAL CONSTRUCTION HELICOPTER | 2/02/08 | 6,000 | | | X | 3,000 | 5 HY 200DB | 5,654 | 346 |
| 53 | USED ELECTRIC MODEL 4900 SIMPLE | 12/31/09 | 15,920 | | | X | 7,960 | 5 HY 200DB | 13,169 | 1,834 |
| 54 | (2) STAINLESS STEEL NEPTUNE CHEM | 1/10/09 | 5,000 | | | X | 2,500 | 5 HY 200DB | 4,136 | 576 |
| 55 | WIRE STRIKE KIT | 1/02/09 | 7,500 | | | X | 3,750 | 5 HY 200DB | 6,204 | 864 |
| 56 | (2) M/R BLADES FOR JET RANGER 206 | 7/06/09 | 52,119 | | | X | 26,059 | 5 HY 200DB | 43,113 | 6,004 |
| 57 | OVERHAUL-CLUTH, ADAPTER, FREE V | 2/03/09 | 8,332 | | | X | 4,166 | 5 HY 200DB | 6,893 | 959 |
| 58 | 2 TENSION TORSION STRAP AND RAJ | 3/19/09 | 9,035 | | | X | 4,517 | 5 HY 200DB | 7,474 | 1,041 |
| 59 | 3 SERVOS | 9/10/09 | 10,000 | | | X | 5,000 | 5 HY 200DB | 8,272 | 1,152 |
| 60 | HOOK FOR SOLOY LIFTING/SLINGING | 2/18/09 | 1,750 | | | X | 875 | 5 HY 200DB | 1,448 | 101 |
| 61 | Mass Sale: 1/17/13 OVERHAUL TUBE ASSEMBLY (1ST CC | 2/14/09 | 16,077 | | | X | 8,038 | 5 HY 200DB | 13,299 | 926 |
| 62 | Mass Sale: 1/17/13 OVERHAUL-FUEL NOZZLE | 3/05/09 | 2,000 | | | X | 1,000 | 5 HY 200DB | 1,654 | 115 |
| 63 | Mass Sale: 1/17/13 1996 PARKER TOP LOAD TRAILER T11 | 3/16/09 | 49,000 | | | X | 24,500 | 5 HY 200DB | 40,533 | 5,645 |
| 64 | 2004 CHEVROLET SILVERADO | 5/29/10 | 16,178 | | | X | 8,089 | 5 HY 200DB | 11,518 | 932 |
| 65 | Mass Sale: 5/01/13 AG-NAV GOLD GPS SYSTEM FOR JET | 3/03/08 | 11,851 | | | X | 5,925 | 5 HY 200DB | 11,168 | 683 |
| 66 | JET RANGER N16979 HELICOPTER | 2/22/08 | 434,600 | | | X | 217,300 | 5 HY 200DB | 409,567 | 25,033 |
| 67 | ISOLATION MOUNT | 1/26/10 | 4,004 | | | X | 2,002 | 5 HY 200DB | 2,851 | 461 |
| 68 | FCU 31 FOR 206BIII | 2/25/10 | 10,000 | | | X | 5,000 | 5 HY 200DB | 7,120 | 1,152 |
| 69 | DRIVESHAFT OVERHAUL NEW GOVEI | 3/02/10 | 18,250 | | | X | 9,125 | 5 HY 200DB | 12,994 | 2,102 |
| 70 | TURBINE EXCHANGE PACKAGE | 8/06/10 | 80,000 | | | X | 40,000 | 5 HY 200DB | 56,960 | 9,216 |
| 71 | THERMOCOUPLE | 9/01/10 | 205 | | | X | 102 | 5 HY 200DB | 146 | 24 |
| 72 | NEW COMPRESSOR AND COMPONENT | 9/10/10 | 57,000 | | | X | 16,416 | 5 HY 200DB | 40,584 | 6,566 |
| 73 | 1200 HR MAJOR MAINTENANCE (MAIN | 3/01/10 | 21,766 | | | X | 10,883 | 5 HY 200DB | 15,498 | 1,254 |
| 74 | Mass Sale: 1/17/13 RADIO AND AVIONICS | 3/15/10 | 6,415 | | | X | 3,207 | 5 HY 200DB | 4,568 | 369 |
| 75 | Mass Sale: 1/17/13 19998 WW TRAILER VIN #11WHC1626V | 8/06/10 | 650 | | | X | 325 | 5 HY 200DB | 463 | 75 |
| 76 | 2006 FORD TRUCK - SPRDTY F350 CRE | 6/28/11 | 30,578 | | | X | 14,677 | 5 HY 200DB | 15,901 | 2,935 |
| 77 | Sold/Scrapped: 5/01/13 REPAIRS TO 2003 FORD F350 #109 | 12/07/11 | 3,095 | | | X | 1,486 | 5 HY 200DB | 1,609 | 297 |
| 78 | Mass Sale: 5/01/13 REPAIRS TO 2004 CHEVY SILVERADO | 6/23/11 | 2,228 | | | X | 1,069 | 5 HY 200DB | 1,159 | 214 |
| 79 | Mass Sale: 5/01/13 CASCADE AVIATION-HOOK | 1/26/11 | 6,500 | | | X | 3,120 | 5 HY 200DB | 3,380 | 1,248 |
| 80 | SOUTHERN HELICOPTER- AFS AIR FIL | 2/11/11 | 17,871 | | | X | 8,578 | 5 HY 200DB | 9,293 | 3,431 |
| 81 | LANCE AVIATION INC 1/2 -MR HU | 2/28/11 | 35,000 | | | X | 16,800 | 5 HY 200DB | 18,200 | 6,720 |
| 82 | LANCE AVIATION INC - 1/2-MRHU | 2/28/11 | 35,000 | | | X | 16,800 | 5 HY 200DB | 18,200 | 6,720 |
| 83 | SHAFT & SWITCH FOR JET RANGER | 8/04/11 | 5,083 | | | X | 2,440 | 5 HY 200DB | 2,643 | 976 |
| 84 | FASCO-SERVOS O/H-NEEDS INVOICE | 3/15/11 | 4,999 | | | X | 2,399 | 5 HY 200DB | 2,600 | 480 |
| 85 | Mass Sale: 1/17/13 ADAPTER PLATE ASSEMBLY FOR N48 | 1/24/11 | 4,017 | | | X | 1,928 | 5 HY 200DB | 2,089 | 386 |
| 87 | Mass Sale: 1/17/13 1996 PETERBILT GROUND TRUCK | 4/19/12 | 106,190 | | | X | 84,952 | 5 HY 200DB | 21,238 | 33,981 |
| 88 | NEW GASKET, DRIVESHAFT & CLUTC | 7/31/12 | 2,746 | | | X | 2,197 | 5 HY 200DB | 549 | 879 |
| 89 | 2004 FORD F350 REPAIRS | 2/29/12 | 5,065 | | | X | 4,052 | 5 HY 200DB | 1,013 | 1,621 |
| 90 | 2004 FORD F350-O/H WITH EXCHANGE | 5/31/12 | 2,372 | | | X | 1,897 | 5 HY 200DB | 475 | 759 |
| 91 | 2004 SILVERADO-REPAIRS & REPLAC | 11/30/12 | 3,404 | | | X | 2,723 | 5 HY 200DB | 681 | 545 |
| 92 | Mass Sale: 5/01/13 1999 MACK RD600 GROUND TRUCK | 2/28/12 | 46,021 | | | X | 36,817 | 5 HY 200DB | 9,204 | 14,727 |
| 93 | 1999 MACK RD600 GROUND TRUCK | 1/20/12 | 20,000 | | | X | 16,000 | 5 HY 200DB | 4,000 | 6,400 |
| 94 | BAMBI BUCKET W/SACKSAFOAM FIR | 1/19/12 | 3,996 | | | X | 3,197 | 5 HY 200DB | 799 | 1,279 |
| 95 | (60) ACCU-FLO SIZE .028 NOZZLES | 8/09/12 | 2,000 | | | X | 1,600 | 5 HY 200DB | 400 | 640 |
| 96 | TEMPERATURE INDICATOR | 2/20/12 | 3,752 | | | X | 3,001 | 5 HY 200DB | 751 | 1,200 |
| 97 | MAST REBUILD | 4/26/12 | 3,299 | | | X | 2,639 | 5 HY 200DB | 660 | 1,056 |
| 98 | MAST REBUILD | 4/29/12 | 10,763 | | | X | 8,610 | 5 HY 200DB | 2,153 | 3,444 |
| 99 | FUEL SENDER, WHINSHIELD, REAR DI | 5/10/12 | 17,703 | | | X | 14,162 | 5 HY 200DB | 3,541 | 5,665 |
| 100 | OVERHAULED C20B GOVERNOR EXCI | 6/07/12 | 7,550 | | | X | 6,040 | 5 HY 200DB | 1,510 | 2,416 |
| 101 | C20 FUEL CONTROL EXCHANGE | 7/31/12 | 9,498 | | | X | 7,598 | 5 HY 200DB | 1,900 | 3,039 |
| 102 | RT SKID TUBE | 8/03/12 | 5,659 | | | X | 4,527 | 5 HY 200DB | 1,132 | 1,811 |
| 103 | CORE MOUNT | 8/20/12 | 5,320 | | | X | 4,256 | 5 HY 200DB | 1,064 | 1,702 |
| 104 | PYLON SUPPORT LINK ASSY | 8/21/12 | 2,818 | | | X | 2,254 | 5 HY 200DB | 564 | 902 |
| 105 | KARFLEX TAIL ROTOR SHAFT | 9/12/12 | 23,140 | | | X | 18,512 | 5 HY 200DB | 4,628 | 7,405 |
| 106 | COMPRESSOR-SERIAL NO CAC-35736 | 11/02/12 | 57,752 | | | X | 46,201 | 5 HY 200DB | 11,551 | 18,480 |
| 107 | DRIVE SHAFT, COUPLING INNER & OI | 9/17/12 | 17,658 | | | X | 14,126 | 5 HY 200DB | 3,532 | 5,650 |
| 108 | STARTER GENERATOR | 3/08/12 | 1,415 | | | X | 1,132 | 5 HY 200DB | 283 | 226 |

Federal Asset Report

Cost of Goods Sold

FYE: 12/31/2013

| Asset | Description | Date In Service | Cost | Bus % | Sec 179 | Bonus | Basis for Depr | Per Conv Meth | Prior | Current |
|-------|----------------------------------|--------------------|------------------|----------|------------|-------|-------------------|---------------|------------------|----------------|
| 109 | T122-SLD 1994 HUDSON 19 TRAILER | 4/30/12 | 1,517 | | | X | 1,213 | 5 HY 200DB | 304 | 485 |
| | | | <u>2,045,715</u> | | | | <u>1,123,640</u> | | <u>1,534,016</u> | <u>241,479</u> |
| | Grand Totals | | 2,117,369 | | | | 1,195,294 | | 1,534,016 | 255,810 |
| | Less: Dispositions and Transfers | | 529,385 | | | | 265,234 | | 463,839 | 32,711 |
| | Less: Start-up/Org Expense | | 0 | | | | 0 | | 0 | 0 |
| | Net Grand Totals | | <u>1,587,984</u> | | | | <u>930,060</u> | | <u>1,070,177</u> | <u>223,099</u> |